

Form 1120S Department of the Treasury Internal Revenue Service	U.S. Income Tax Return for an S Corporation ▶ Do not file this form unless the corporation has timely filed Form 2553 to elect to be an S corporation. ▶ See separate instructions.	OMB No. 1545-0130 <div style="font-size: 2em; font-weight: bold;">2002</div>
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For calendar year 2002, or tax year beginning _____, and ending _____		
A Effective date of election as an S corporation 04/04/1994	Name US MOBILCOMM, INC. Number, street, and room or suite no. (If a P.O. box, see page 11 of the instructions.) 805 BRYN MAWR AVE City or town, state, and ZIP code NEWTOWN SQUARE, PA 19073-4330	C Employer identification number 23-2767067 D Date incorporated 04/04/1994 E Total assets (see page 11) 54,058.
B Business code no. (see pages 29-31) 513000		
F Check applicable boxes: (1) <input type="checkbox"/> Initial return (2) <input type="checkbox"/> Final return (3) <input type="checkbox"/> Name change (4) <input type="checkbox"/> Address change (5) <input type="checkbox"/> Amended return G Enter number of shareholders in the corporation at end of the tax year ▶ 2		

Caution: Include only trade or business income and expenses on lines 1a through 21. See page 11 of the instructions for more information.

Income	1a	Gross receipts or sales 26,310.	b	Less returns and allowances	1c	26,310.
	2	Cost of goods sold (Schedule A, line 8)	2	6,315.		
	3	Gross profit. Subtract line 2 from line 1c	3	19,995.		
	4	Net gain (loss) from Form 4797, Part II, line 18 (attach Form 4797)	4			
	5	Other income (loss) (attach schedule)	5			
	6	Total income (loss). Combine lines 3 through 5	6	19,995.		
	Deductions (see page 12 of the instructions for limitations)	7	Compensation of officers	7		
		8	Salaries and wages (less employment credits)	8		
		9	Repairs and maintenance	9	329.	
		10	Bad debts	10		
		11	Rents	11		
		12	Taxes and licenses SEE STATEMENT 1	12	93.	
		13	Interest	13	2,671.	
		14a	Depreciation (if required, attach Form 4562)	14a	382.	
		b	Depreciation claimed on Schedule A and elsewhere on return	14b		
		c	Subtract line 14b from line 14a	14c	382.	
		15	Depletion (Do not deduct oil and gas depletion.)	15		
		16	Advertising	16		
		17	Pension, profit-sharing, etc., plans	17		
		18	Employee benefit programs	18		
		19	Other deductions (attach schedule) SEE STATEMENT 1	19	42,255.	
20	Total deductions. Add the amounts shown in the far right column for lines 7 through 19	20	45,730.			
21	Ordinary income (loss) from trade or business activities. Subtract line 20 from line 6	21	-25,735.			
Tax and Payments	22a	Tax: a Excess net passive income tax (attach schedule)	22a			
	b	Tax from Schedule D (Form 1120S)	22b			
	c	Add lines 22a and 22b (see page 16 of the instructions for additional taxes)	22c			
	23a	Payments: a 2002 estimated tax payments and amount applied from 2001 return	23a			
	b	Tax deposited with Form 7004	23b			
	c	Credit for Federal tax paid on fuels (attach Form 4136)	23c			
	d	Add lines 23a through 23c	23d			
24	Estimated tax penalty. Check if Form 2220 is attached <input type="checkbox"/>	24				
25	Tax due. If the total of lines 22c and 24 is larger than line 23d, enter amount owed. See page 4 of the instructions for depository method of payment	25				
26	Overpayment. If line 23d is larger than the total of lines 22c and 24, enter amount overpaid	26				
27	Enter amount of line 26 you want: Credited to 2003 estimated tax ▶ Refunded ▶	27				

Sign Here Under penalties of perjury, I declare that I have examined this return, including accompanying schedules and statements, and to the best of my knowledge and belief, it is true, correct, and complete. Declaration of preparer (other than taxpayer) is based on all information of which preparer has any knowledge.		May the IRS discuss this return with the preparer shown below (see instructions)? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No
Signature of officer _____ Date _____ Title _____		
Paid Preparer's Use Only Preparer's signature RICHARD SHORIN, CPA Firm's name (or yours if self-employed), address, and ZIP code 255 RIDINGS WAY AMBLER, PA 19002-5247	Date _____	Check if self-employed <input checked="" type="checkbox"/> Preparer's SSN or PTIN P00185980 EIN _____ Phone no 215-628-1991

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Form 1120S (2002)

US MOBILCOMM, INC.

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Page 2

Schedule A Cost of Goods Sold (see page 17 of the instructions)

1	Inventory at beginning of year	1	
2	Purchases	2	
3	Cost of labor	3	
4	Additional section 263A costs (attach schedule)	4	
5	Other costs (attach schedule)	5	SEE STATEMENT 2. 6,315.
6	Total. Add lines 1 through 5	6	6,315.
7	Inventory at end of year	7	
8	Cost of goods sold. Subtract line 7 from line 6. Enter here and on page 1, line 2	8	6,315.

9a Check all methods used for valuing closing inventory: (i) ☐ Cost as described in Regulations section 1.471-3
(ii) ☐ Lower of cost or market as described in Regulations section 1.471-4
(iii) ☐ Other (specify method used and attach explanation) _____

b Check if there was a writedown of "subnormal" goods as described in Regulations section 1.471-2(c) ☐

c Check if the LIFO inventory method was adopted this tax year for any goods (if checked, attach Form 970) ☐

d If the LIFO inventory method was used for this tax year, enter percentage (or amounts) of closing inventory computed under LIFO ☐ 9d ☐

e Do the rules of section 263A (for property produced or acquired for resale) apply to the corporation? ☐ Yes ☒ No

f Was there any change in determining quantities, cost, or valuations between opening and closing inventory? ☐ Yes ☐ No
If "Yes," attach explanation.

Schedule B Other Information

	Yes	No
1 Check method of accounting: (a) <input checked="" type="checkbox"/> Cash (b) <input type="checkbox"/> Accrual (c) <input type="checkbox"/> Other (specify) _____		
2 Refer to the list on pages 29 through 31 of the instructions and state the corporation's principal: (a) Business activity <u>TWO WAY RADIO</u> (b) Product or service <u>SERVICE</u>		
3 Did the corporation at the end of the tax year own, directly or indirectly, 50% or more of the voting stock of a domestic corporation? (For rules of attribution, see section 267(c).) If "Yes," attach a schedule showing: (a) name, address, and employer identification number and (b) percentage owned.		X
4 Was the corporation a member of a controlled group subject to the provisions of section 1561?		X
5 Check this box if the corporation has filed or is required to file Form 8264, Application for Registration of a Tax Shelter <input type="checkbox"/>		
6 Check this box if the corporation issued publicly offered debt instruments with original issue discount <input type="checkbox"/> If so, the corporation may have to file Form 8281, Information Return for Publicly Offered Original Issue Discount Instruments.		
7 If the corporation: (a) was a C corporation before it elected to be an S corporation or the corporation acquired an asset with a basis determined by reference to its basis (or the basis of any other property) in the hands of a C corporation, and (b) has net unrealized built-in gain (defined in section 1374(d)(1)) in excess of the net recognized built-in gain from prior years, enter the net unrealized built-in gain reduced by net recognized built-in gain from prior years (see page 17 of the instructions) <input type="checkbox"/> \$ _____		
8 Check this box if the corporation had accumulated earnings and profits at the close of the tax year (see page 18 of the instructions) <input type="checkbox"/>		
9 Are the corporation's total receipts (see page 29 of the instructions) for the tax year and total assets at the end of the tax year less than \$250,000? If "Yes," the corporation is not required to complete Schedules L and M-1 <input checked="" type="checkbox"/>	X	

Note: If the corporation had assets or operated a business in a foreign country or U.S. possession, it may be required to attach Schedule N (Form 1120), Foreign Operations of U.S. Corporations, to this return. See Schedule N for details.

Schedule K Shareholders' Shares of Income, Credits, Deductions, etc.

	(a) Pro rata share items	(b) Total amount
1 Ordinary income (loss) from trade or business activities (page 1, line 21)	1	-25,735.
2 Net income (loss) from rental real estate activities (attach Form 8825)	2	
3a Gross income from other rental activities	3a	
b Expenses from other rental activities (attach schedule)	3b	
c Net income (loss) from other rental activities. Subtract line 3b from line 3a	3c	
4 Portfolio income (loss):		
a Interest income	4a	225.
b Ordinary dividends	4b	
c Royalty income	4c	
d Net short-term capital gain (loss) (attach Schedule D (Form 1120S))	4d	
e (1) Net long-term capital gain (loss) (attach Schedule D (Form 1120S))	4e(1)	39,400.
(2) 28% rate gain (loss) (3) Qualified 5-year gain		
f Other portfolio income (loss) (attach schedule)	4f	
5 Net section 1231 gain (loss) (other than due to casualty or theft) (attach Form 4797)	5	
6 Other income (loss) (attach schedule)	6	

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Schedule K Shareholders' Shares of Income, Credits, Deductions, etc. (continued)

	(a) Pro rata share items	(b) Total amount
Deductions	7 Charitable contributions (attach schedule)	7
	8 Section 179 expense deduction (attach Form 4562)	8
	9 Deductions related to portfolio income (loss) (itemize)	9
	10 Other deductions (attach schedule)	10
Investment Interest	11a Interest expense on investment debts	11a
	b (1) Investment income included on lines 4a, 4b, 4c, and 4f above	11b(1) 225.
	(2) Investment expenses included on line 9 above	11b(2)
Credits	12a Credit for alcohol used as a fuel (attach Form 6478)	12a
	b Low-income housing credit:	
	(1) From partnerships to which section 42(j)(5) applies	12b(1)
	(2) Other than on line 12b(1)	12b(2)
	c Qualified rehabilitation expenditures related to rental real estate activities (attach Form 3468)	12c
	d Credits (other than credits shown on lines 12b and 12c) related to rental real estate activities	12d
	e Credits related to other rental activities	12e
13 Other credits	13	
Adjustments and Tax Preference Items	14a Depreciation adjustment on property placed in service after 1986	14a 44.
	b Adjusted gain or loss	14b
	c Depletion (other than oil and gas)	14c
	d (1) Gross income from oil, gas, or geothermal properties	14d(1)
	(2) Deductions allocable to oil, gas, or geothermal properties	14d(2)
	e Other adjustments and tax preference items (attach schedule)	14e
Foreign Taxes	15a Name of foreign country or U.S. possession ▶	15b
	b Gross income from all sources	15c
	c Gross income sourced at shareholder level	
	d Foreign gross income sourced at corporate level:	
	(1) Passive	15d(1)
	(2) Listed categories (attach schedule)	15d(2)
	(3) General limitation	15d(3)
	e Deductions allocated and apportioned at shareholder level:	
	(1) Interest expense	15e(1)
	(2) Other	15e(2)
	f Deductions allocated and apportioned at corporate level to foreign source income:	
(1) Passive	15f(1)	
(2) Listed categories (attach schedule)	15f(2)	
(3) General limitation	15f(3)	
g Total foreign taxes (check one): <input type="checkbox"/> Paid <input type="checkbox"/> Accrued	15g	
h Reduction in taxes available for credit (attach schedule)	15h	
Other	16 Section 59(e)(2) expenditures: a Type ▶ b Amount ▶	16b
	17 Tax-exempt interest income	17
	18 Other tax-exempt income	18
	19 Nondeductible expenses	19
	20 Total property distributions (including cash) other than dividends reported on line 22 below	20
	21 Other items and amounts required to be reported separately to shareholders (attach schedule)	
	22 Total dividend distributions paid from accumulated earnings and profits	22
23 Income (loss). (Required only if Schedule M-1 must be completed.) Combine lines 1 through 6 in column (b). From the result, subtract the sum of lines 7 through 11a, 15g, and 16b	23 13,890.	

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Note: The corporation is not required to complete Schedules L and M-1 if question 9 of Schedule B is answered "Yes."

Schedule L Balance Sheets per Books		Beginning of tax year		End of tax year	
Assets		(a)	(b)	(c)	(d)
1	Cash		6,570.		11,088.
2a	Trade notes and accounts receivable				
b	Less allowance for bad debts				
3	Inventories				
4	U.S. Government obligations				
5	Tax-exempt securities				
6	Other current assets (attach schedule)	STMT 3	14,400.		14,400.
7	Loans to shareholders				
8	Mortgage and real estate loans				
9	Other investments (attach schedule)				
10a	Buildings and other depreciable assets	90,913.		44,213.	
b	Less accumulated depreciation	90,683.	230.	43,004.	1,209.
11a	Depletable assets				
b	Less accumulated depletion				
12	Land (net of any amortization)				
13a	Intangible assets (amortizable only)	28,500.		28,500.	
b	Less accumulated amortization	15,168.	13,332.	16,935.	11,565.
14	Other assets (attach schedule)	STMT 3	45,455.		15,796.
15	Total assets		79,987.		54,058.
Liabilities and Shareholders' Equity					
16	Accounts payable				
17	Mortgages, notes, bonds payable in less than 1 year				
18	Other current liabilities (attach schedule)	STMT 3	395.		2.
19	Loans from shareholders				
20	Mortgages, notes, bonds payable in 1 year or more				
21	Other liabilities (attach schedule)				
22	Capital stock		5.		5.
23	Additional paid-in capital		515,438.		476,012.
24	Retained earnings		-435,851.		-421,961.
25	Adjustments to shareholders' equity (attach schedule)				
26	Less cost of treasury stock		()		()
27	Total liabilities and shareholders' equity		79,987.		54,058.

Schedule M-1 Reconciliation of Income (Loss) per Books With Income (Loss) per Return

1	Net income (loss) per books	13,890.	5	Income recorded on books this year not included on Schedule K, lines 1 through 6 (itemize):	
2	Income included on Schedule K, lines 1 through 6, not recorded on books this year (itemize):		a	Tax-exempt interest	
3	Expenses recorded on books this year not included on Schedule K, lines 1 through 11a, 15g, and 16b (itemize):		6	Deductions included on Schedule K, lines 1 through 11a, 15g, and 16b, not charged against book income this year (itemize):	
a	Depreciation		a	Depreciation	
b	Travel and entertainment		7	Add lines 5 and 6	
4	Add lines 1 through 3	13,890.	8	Income (loss) (Schedule K, line 23). Line 4 less line 7	13,890.

Schedule M-2 Analysis of Accumulated Adjustments Account, Other Adjustments Account, and Shareholders' Undistributed Taxable Income Previously Taxed (see page 26 of the instructions)

	(a) Accumulated adjustments account	(b) Other adjustments account	(c) Shareholders' undistributed taxable income previously taxed
1	Balance at beginning of tax year	-374,237.	
2	Ordinary income from page 1, line 21		
3	Other additions SEE. STATEMENT. 4.	39,625.	
4	Loss from page 1, line 21	(25,735)	
5	Other reductions	()	
6	Combine lines 1 through 5	-360,347.	
7	Distributions other than dividend distributions		
8	Balance at end of tax year. Subtract line 7 from line 6	-360,347.	

**SCHEDULE D
(Form 1120S)****Capital Gains and Losses and Built-In Gains**

OMB No. 1545-0130

2002Department of the Treasury
Internal Revenue Service

▶ Attach to Form 1120S.

▶ See separate instructions.

Name

US MOBILCOMM, INC.

Employer identification number

23-2767067**Part I Short-Term Capital Gains and Losses - Assets Held One Year or Less**

(a) Description of property (Example, 100 shares of "Z" Co.)	(b) Date acquired (mo., day, yr.)	(c) Date sold (mo., day, yr.)	(d) Sales price	(e) Cost or other basis (see instructions)	(f) Gain or (loss) ((d) minus (e))
1					
2 Short-term capital gain from installment sales from Form 6252, line 26 or 37 . . .				2	
3 Short-term capital gain or (loss) from like-kind exchanges from Form 8824 . . .				3	
4 Combine lines 1 through 3 in column (f)				4	
5 Tax on short-term capital gain included on line 22 below				5 ()	
6 Net short-term capital gain or (loss). Combine lines 4 and 5. Enter here and on Form 1120S, Schedule K, line 4d or 6				6	

Part II Long-Term Capital Gains and Losses - Assets Held More Than One Year

(a) Description of property (Example, 100 shares of "Z" Co.)	(b) Date acquired (mo., day, yr.)	(c) Date sold (mo., day, yr.)	(d) Sales price	(e) Cost or other basis (see instructions)	(f) Gain or (loss) ((d) minus (e))	(g) 28% rate gain or (loss) *(see instr. below)
7 SEE STATEMENT 5					39,400.	
8 Long-term capital gain from installment sales from Form 6252, line 26 or 37 . . .				8		
9 Long-term capital gain or (loss) from like-kind exchanges from Form 8824 . . .				9		
10 Capital gain distributions				10		
11 Combine lines 7 through 10 in column (f)				11	39,400.	
12 Tax on long-term capital gain included on line 22 below				12 () ()		
13 Combine lines 7 through 12 in column (g). Enter here and on Form 1120S, Schedule K, line 4e(2) or 6				13		
14 Net long-term capital gain or (loss). Combine lines 11 and 12 in column (f). Enter here and on Form 1120S, Schedule K, line 4e(1) or 6				14	39,400.	

* 28% rate gain or (loss) includes all "collectibles gains and losses" (as defined in the instructions).

Part III Built-In Gains Tax (See instructions before completing this part.)

15 Excess of recognized built-in gains over recognized built-in losses (attach computation schedule)	15	
16 Taxable income (attach computation schedule)	16	
17 Net recognized built-in gain. Enter the smallest of line 15, line 16, or line 7 of Schedule B	17	
18 Section 1374(b)(2) deduction	18	
19 Subtract line 18 from line 17. If zero or less, enter -0- here and on line 22	19	
20 Enter 35% of line 19	20	
21 Business credit and minimum tax credit carryforwards under section 1374(b)(3) from C corporation years	21	
22 Tax. Subtract line 21 from line 20 (if zero or less, enter -0-). Enter here and on Form 1120S, page 1, line 22b	22	

For Paperwork Reduction Act Notice, see the Instructions for Form 1120S.

Schedule D (Form 1120S) 2002

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Form **4562****Depreciation and Amortization**
(Including Information on Listed Property)

OMB No. 1545-0172

2002Attachment
Sequence No. **67**Department of the Treasury
Internal Revenue Service

▶ See separate instructions.

▶ Attach to your tax return.

Name(s) shown on return

Identifying number

US MOBILCOMM, INC.**23-2767067**

Business or activity to which this form relates

GENERAL DEPRECIATION AND AMORTIZATION**Part I Election To Expense Certain Tangible Property Under Section 179***Note: If you have any listed property, complete Part V before you complete Part I.*

1	Maximum amount. See page 2 of the instructions for a higher limit for certain businesses	1	24,000.
2	Total cost of section 179 property placed in service (see page 2 of the instructions)	2	1,361.
3	Threshold cost of section 179 property before reduction in limitation	3	200,000.
4	Reduction in limitation. Subtract line 3 from line 2. If zero or less, enter -0-	4	
5	Dollar limitation for tax year. Subtract line 4 from line 1. If zero or less, enter -0-. If married filing separately, see page 2 of the instructions	5	24,000.
6	(a) Description of property	(b) Cost (business use only)	(c) Elected cost
7	Listed property. Enter the amount from line 29	7	
8	Total elected cost of section 179 property. Add amounts in column (c), lines 6 and 7	8	
9	Tentative deduction. Enter the smaller of line 5 or line 8	9	
10	Carryover of disallowed deduction from line 13 of your 2001 Form 4562	10	
11	Business income limitation. Enter the smaller of business income (not less than zero) or line 5 (see instructions)	11	
12	Section 179 expense deduction. Add lines 9 and 10, but do not enter more than line 11	12	
13	Carryover of disallowed deduction to 2003. Add lines 9 and 10, less line 12	13	

*Note: Do not use Part II or Part III below for listed property. Instead, use Part V.***Part II Special Depreciation Allowance and Other Depreciation (Do not include listed property.)**

14	Special depreciation allowance for qualified property (other than listed property) placed in service during the tax year (see page 3 of the instructions)	14	
15	Property subject to section 168(f)(1) election (see page 4 of the instructions)	15	
16	Other depreciation (including ACRS) (see page 4 of the instructions)	16	

Part III MACRS Depreciation (Do not include listed property.) (See page 4 of the instructions.)**Section A**

17	MACRS deductions for assets placed in service in tax years beginning before 2002	17	110.
18	If you are electing under section 168(i)(4) to group any assets placed in service during the tax year into one or more general asset accounts, check here <input type="checkbox"/>		

Section B - Assets Placed in Service During 2002 Tax Year Using the General Depreciation System

(a) Classification of property	(b) Month and year placed in service	(c) Basis for depreciation (business/investment use only - see instructions)	(d) Recovery period	(e) Convention	(f) Method	(g) Depreciation deduction
19a 3-year property						
b 5-year property		1,361	5.000	HY	200DB	272.
c 7-year property						
d 10-year property						
e 15-year property						
f 20-year property						
g 25-year property			25 yrs.		S/L	
h Residential rental property			27.5 yrs.	MM	S/L	
i Nonresidential real property			27.5 yrs.	MM	S/L	
			39 yrs.	MM	S/L	

Section C - Assets Placed in Service During 2002 Tax Year Using the Alternative Depreciation System

20a Class life					S/L	
b 12-year			12 yrs.		S/L	
c 40-year			40 yrs.	MM	S/L	

Part IV Summary (see page 6 of the instructions)

21	Listed property. Enter amount from line 28	21	
22	Total. Add amounts from line 12, lines 14 through 17, lines 19 and 20 in column (g), and line 21. Enter here and on the appropriate lines of your return. Partnerships and S corporations - see instr.	22	382.
23	For assets shown above and placed in service during the current year, enter the portion of the basis attributable to section 263A costs	23	

[illegible]

*Assets Retired
JSA
2C9027 1.000

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2002 Amortization

[illegible]

2002 Alternative Minimum Tax Depreciation

[illegible]

US MOBILCOMM, INC.

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FORM 1120S, PAGE 1 DETAIL

LINE 12 - TAXES

TAXES AND LICENSES EXCLUDING INCOME TAXES

FRANCHISE AND CAPITAL STOCK TAX

93.

TOTAL

93.

LINE 19 - OTHER DEDUCTIONS

AMORTIZATION

1,767.

INSURANCE

1,150.

OFFICE SUPPLIES

156.

POSTAGE AND FEDEX

91.

ACCOUNTING AND PROFESSIONAL SERVICES

7,227.

BANK CHARGES

16.

ABANDONMENT EXPENSE

29,659.

DUES AND MEMBERSHIPS

513.

TELEPHONE

1,676.

TOTAL

42,255.

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STATEMENT 1

02/15/2003

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US MOBILCOMM, INC.

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FORM 1120S, PAGE 2 DETAIL

SCH A, LINE 5 - OTHER COSTS

SITE RENT COSTS	4,961.
OTHER DIRECT SITE COSTS (PHONE, INSURANCE, RESELLER)	1,354.
	<hr/>
TOTAL	6,315.
	<hr/>

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STATEMENT 2

02/15/2003

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US MOBILCOMM, INC.

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FORM 1120S, PAGE 4 DETAIL - SCH L

	BEGINNING	ENDING
LINE 6 - OTHER CURRENT ASSETS		
LICENSE OPTION PAYMENTS	14,400.	14,400.
TOTAL	14,400.	14,400.
LINE 14 - OTHER ASSETS		
LONG TERM STORED EQUIPMENT	45,455.	15,796.
TOTAL	45,455.	15,796.
LINE 18 - OTHER CURRENT LIABILITIES		
SALES TAX PAYABLE	395.	2.
TOTAL	395.	2.

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STATEMENT 3

02/15/2003

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US MOBILCOMM, INC.

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FORM 1120S, PAGE 4 DETAIL

SCH M-2, LINE 3 - OTHER ADDITIONS - AAA

INTEREST INCOME	225.
NET LONG-TERM CAPITAL GAIN	39,400.
	<hr/>
TOTAL	39,625.
	<hr/>

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STATEMENT 4

02/15/2003

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US MOBILECOMM, INC.

SCHEDULE D (FORM 1120S) DETAIL

LINE 7 - LONG-TERM CAPITAL GAINS AND LOSSES

PROPERTY	DATE ACQ	DATE SOLD	SALES PRICE	COST	GAIN/LOSS
220 MHZ LICENSE- ADDITIONAL PROCEEDS	07/01/1996	02/15/2002	10,000.	NONE	10,000.
220 MHZ LICENSE- ADDITIONAL PROCEEDS	07/01/1996	05/09/2002	29,400.	NONE	29,400.
TOTAL					39,400.

02/15/2003

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STATEMENT 5

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US MOBILCOMM, INC.

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FEDERAL FOOTNOTES

RECONCILIATION OF ACCUMULATED ADJUSTMENTS ACCOUNT TO
RETAINED EARNINGS:

C CORPORATION EARNINGS AND PROFITS	- 61,614.
ACCUMULATED ADJUSTMENTS ACCOUNT	-360,347.

BOOK RETAINED EARNINGS	<u>-421,961.</u>
	=====

TAXPAYER ELECTS NOT TO TAKE BONUS DEPRECIATION ON THE COMPUTER
EQUIPMENT PURCHASED IN 2002 COSTING \$ 1361.

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STATEMENT 6

02/15/2003

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SCHEDULE K-1
(Form 1120S)**Shareholder's Share of Income, Credits, Deductions, etc.**

OMB. No. 1545-0130

2002Department of the Treasury
Internal Revenue Service

beginning

and ending

, 20

Shareholder's identifying number ▶ 043-50-6463

Corporation's identifying number ▶ 23-2767067

Shareholder's name, address, and ZIP code

Corporation's name, address, and ZIP code

DAVID W. ELKIN
805 BRYN MAWR AVE
NEWTOWN SQUARE, PA 19073-4330US MOBILCOMM, INC.
805 BRYN MAWR AVE
NEWTOWN SQUARE, PA 19073-4330

A Shareholder's percentage of stock ownership for tax year (see instructions for Schedule K-1) ▶ 75.000000 %

B Internal Revenue Service Center where corporation filed its return ▶ CINCINNATI, OH 45999

C Tax shelter registration number (see instructions for Schedule K-1) ▶

D Check applicable boxes: (1) ☐ Final K-1 (2) ☐ Amended K-1

(a) Pro rata share items		(b) Amount	(c) Form 1040 filers enter the amount in column (b) on:
Income (Loss)	1 Ordinary income (loss) from trade or business activities	1 -19,301.	See page 4 of the Shareholder's Instructions for Schedule K-1 (Form 1120S).
	2 Net income (loss) from rental real estate activities	2	
	3 Net income (loss) from other rental activities	3	
	4 Portfolio income (loss):		
	a Interest	4a 169.	Sch. B, Part I, line 1
	b Ordinary dividends	4b	Sch. B, Part II, line 5
	c Royalties	4c	Sch. E, Part I, line 4
	d Net short-term capital gain (loss)	4d	Sch. D, line 5, col. (f)
	e (1) Net long-term capital gain (loss)	4e(1) 29,550.	Sch. D, line 12, col. (f)
	(2) 28% rate gain (loss)	4e(2)	Sch. D, line 12, col. (g)
(3) Qualified 5-year gain	4e(3)	Line 5 of worksheet for Sch. D, line 29	
f Other portfolio income (loss) (attach schedule)	4f	(Enter on applicable line of your return.)	
5 Net section 1231 gain (loss) (other than due to casualty or theft)	5	See Shareholder's Instructions for Schedule K-1 (Form 1120S).	
6 Other income (loss) (attach schedule)	6	(Enter on applicable line of your return.)	
Deductions	7 Charitable contributions (attach schedule)	7	Sch. A, line 15 or 16
	8 Section 179 expense deduction	8	See pages 5 and 6 of the Shareholder's Instructions for Schedule K-1 (Form 1120S).
	9 Deductions related to portfolio income (loss) (attach schedule)	9	
	10 Other deductions (attach schedule)	10	
Investment Interest	11a Interest expense on investment debts	11a	Form 4952, line 1
	b (1) Investment income included on lines 4a, 4b, 4c, and 4f above	11b(1) 169.	See Shareholder's Instructions for Schedule K-1 (Form 1120S).
	(2) Investment expenses included on line 9 above	11b(2)	
	12a Credit for alcohol used as fuel	12a	Form 6478, line 10
	b Low-income housing credit:		Form 8586, line 5
	(1) From section 42(j)(5) partnerships	12b(1)	
	(2) Other than on line 12b(1)	12b(2)	
	c Qualified rehabilitation expenditures related to rental real estate activities	12c	See pages 6 and 7 of the Shareholder's Instructions for Schedule K-1 (Form 1120S).
	d Credits (other than credits shown on lines 12b and 12c) related to rental real estate activities	12d	
	e Credits related to other rental activities	12e	
13 Other credits	13		

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Schedule K-1 (Form 1120S) 2002

MC000580

SHAREHOLDER#01 DAVID W. ELKIN

Schedule K-1 (Form 1120S) (2002)

Page 2

(a) Pro rata share items		(b) Amount	(c) Form 1040 filers enter the amount in column (b) on:
Adjustments and Tax Preference Items	14a Depreciation adjustment on property placed in service after 1986	14a 33.	See page 7 of the Shareholder's Instructions for Schedule K-1 (Form 1120S) and Instructions for Form 6251
	b Adjusted gain or loss	14b	
	c Depletion (other than oil and gas)	14c	
	d (1) Gross income from oil, gas, or geothermal properties	14d(1)	
	(2) Deductions allocable to oil, gas, or geothermal properties	14d(2)	
	e Other adjustments and tax preference items (attach schedule)	14e	
Foreign Taxes	15a Name of foreign country or U.S. possession	15b	Form 1116, Part I
	b Gross income from all sources	15c	
	c Gross income sourced at shareholder level		
	d Foreign gross income sourced at corporate level:		
	(1) Passive	15d(1)	
	(2) Listed categories (attach schedule)	15d(2)	
	(3) General limitation	15d(3)	
	e Deductions allocated and apportioned at shareholder level:		
	(1) Interest expense	15e(1)	
	(2) Other	15e(2)	
	f Deductions allocated and apportioned at corporate level to foreign source income:		
	(1) Passive	15f(1)	
	(2) Listed categories (attach schedule)	15f(2)	
	(3) General limitation	15f(3)	
g Total foreign taxes (check one): <input type="checkbox"/> Paid <input type="checkbox"/> Accrued	15g	Form 1116, Part II See Instructions for Form 1116	
h Reduction in taxes available for credit (attach schedule)	15h		
Other	16 Section 59(e)(2) expenditures: a Type	16b	See Shareholder's Instructions for Schedule K-1 (Form 1120S). Form 1040, line 8b
	b Amount	17	
	17 Tax-exempt interest income	18	
	18 Other tax-exempt income	19	
	19 Nondeductible expenses		See page 7 of the Shareholder's Instructions for Schedule K-1 (Form 1120S). Form 8611, line 8
	20 Property distributions (including cash) other than dividend distributions reported to you on Form 1099-DIV	20	
	21 Amount of loan repayments for "Loans From Shareholders"	21	
	22 Recapture of low-income housing credit:		
a From section 42(j)(5) partnerships	22a		
b Other than on line 22a	22b		
Supplemental Information	23 Supplemental information required to be reported separately to each shareholder (attach additional schedules if more space is needed):		

Schedule K-1 (Form 1120S) 2002

SCHEDULE K-1
(Form 1120S)**Shareholder's Share of Income, Credits, Deductions, etc.**

OMB. No. 1545-0130

▶ See separate instructions.

2002Department of the Treasury
Internal Revenue Service

beginning

and ending

, 20

Shareholder's identifying number ▶ 042-54-2612

Corporation's identifying number ▶ 23-2767067

Shareholder's name, address, and ZIP code

Corporation's name, address, and ZIP code

JEFFREY NORMAN
202 WEED ST.
NEW CANAAN, CT 06840US MOBILCOMM, INC.
805 BRYN MAWR AVE
NEWTOWN SQUARE, PA 19073-4330

A Shareholder's percentage of stock ownership for tax year (see instructions for Schedule K-1) ▶ 25.000000 %

B Internal Revenue Service Center where corporation filed its return ▶ CINCINNATI, OH 45999

C Tax shelter registration number (see instructions for Schedule K-1) ▶

D Check applicable boxes: (1) ☐ Final K-1 (2) ☐ Amended K-1

(a) Pro rata share items		(b) Amount	(c) Form 1040 filers enter the amount in column (b) on:
Income (Loss)	1 Ordinary income (loss) from trade or business activities	1 -6,434.	See page 4 of the Shareholder's Instructions for Schedule K-1 (Form 1120S).
	2 Net income (loss) from rental real estate activities	2	
	3 Net income (loss) from other rental activities	3	
	4 Portfolio income (loss):		
	a Interest	4a 56.	Sch. B, Part I, line 1
	b Ordinary dividends	4b	Sch. B, Part II, line 5
	c Royalties	4c	Sch. E, Part I, line 4
	d Net short-term capital gain (loss)	4d	Sch. D, line 5, col. (f)
	e (1) Net long-term capital gain (loss)	4e(1) 9,850.	Sch. D, line 12, col. (f)
	(2) 28% rate gain (loss)	4e(2)	Sch. D, line 12, col. (g)
(3) Qualified 5-year gain	4e(3)	Line 5 of worksheet for Sch. D, line 29	
f Other portfolio income (loss) (attach schedule)	4f	(Enter on applicable line of your return.)	
5 Net section 1231 gain (loss) (other than due to casualty or theft)	5	See Shareholder's Instructions for Schedule K-1 (Form 1120S).	
6 Other income (loss) (attach schedule)	6	(Enter on applicable line of your return.)	
Deductions	7 Charitable contributions (attach schedule)	7	Sch. A, line 15 or 16
	8 Section 179 expense deduction	8	See pages 5 and 6 of the Shareholder's Instructions for Schedule K-1 (Form 1120S).
	9 Deductions related to portfolio income (loss) (attach schedule)	9	
	10 Other deductions (attach schedule)	10	
Investment Interest	11a Interest expense on investment debts	11a	Form 4952, line 1
	b (1) Investment income included on lines 4a, 4b, 4c, and 4f above	11b(1) 56.	See Shareholder's Instructions for Schedule K-1 (Form 1120S).
	(2) Investment expenses included on line 9 above	11b(2)	
Credits	12a Credit for alcohol used as fuel	12a	Form 6478, line 10
	b Low-income housing credit:		Form 8586, line 5
	(1) From section 42(j)(5) partnerships	12b(1)	
	(2) Other than on line 12b(1)	12b(2)	
	c Qualified rehabilitation expenditures related to rental real estate activities	12c	See pages 6 and 7 of the Shareholder's Instructions for Schedule K-1 (Form 1120S).
	d Credits (other than credits shown on lines 12b and 12c) related to rental real estate activities	12d	
	e Credits related to other rental activities	12e	
	13 Other credits	13	

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Schedule K-1 (Form 1120S) 2002

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SHAREHOLDER#02 JEFFREY NORMAN

Schedule K-1 (Form 1120S) (2002)

Page 2

(a) Pro rata share items		(b) Amount	(c) Form 1040 filers enter the amount in column (b) on:
Adjustments and Tax Preference Items	14a Depreciation adjustment on property placed in service after 1986	14a 11.	See page 7 of the Shareholder's Instructions for Schedule K-1 (Form 1120S) and Instructions for Form 6251
	b Adjusted gain or loss	14b	
	c Depletion (other than oil and gas)	14c	
	d (1) Gross income from oil, gas, or geothermal properties	14d(1)	
	(2) Deductions allocable to oil, gas, or geothermal properties	14d(2)	
	e Other adjustments and tax preference items (<i>attach sch</i>)	14e	
Foreign Taxes	15a Name of foreign country or U.S. possession	15b	Form 1116, Part I
	b Gross income from all sources	15c	
	c Gross income sourced at shareholder level		
	d Foreign gross income sourced at corporate level:		
	(1) Passive	15d(1)	
	(2) Listed categories (<i>attach schedule</i>)	15d(2)	
	(3) General limitation	15d(3)	
	e Deductions allocated and apportioned at shareholder level:		
	(1) Interest expense	15e(1)	
	(2) Other	15e(2)	
	f Deductions allocated and apportioned at corporate level to foreign source income:		
	(1) Passive	15f(1)	
(2) Listed categories (<i>attach schedule</i>)	15f(2)		
(3) General limitation	15f(3)		
g Total foreign taxes (check one): <input type="checkbox"/> Paid <input type="checkbox"/> Accrued	15g	Form 1116, Part II	
h Reduction in taxes available for credit (<i>attach schedule</i>)	15h	See Instructions for Form 1116	
Other	16 Section 59(e)(2) expenditures: a Type	16b	See Shareholder's Instructions for Schedule K-1 (Form 1120S).
	b Amount		
	17 Tax-exempt interest income	17	Form 1040, line 8b
	18 Other tax-exempt income	18	
	19 Nondeductible expenses	19	
	20 Property distributions (including cash) other than dividend distributions reported to you on Form 1099-DIV	20	See page 7 of the Shareholder's Instructions for Schedule K-1 (Form 1120S).
	21 Amount of loan repayments for "Loans From Shareholders"	21	
	22 Recapture of low-income housing credit:		
a From section 42(j)(5) partnerships	22a	Form 8611, line 8	
b Other than on line 22a	22b		
Supplemental Information	23 Supplemental information required to be reported separately to each shareholder (<i>attach additional schedules if more space is needed</i>):		

Schedule K-1 (Form 1120S) 2002

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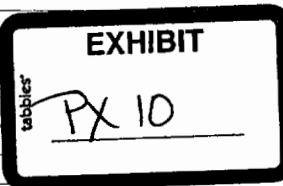
MC000583

02/15/2003

23-2767067

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Form 1120S		U.S. Income Tax Return for an S Corporation ▶ Do not file this form unless the corporation has timely filed Form 2553 to elect to be an S corporation. ▶ See separate instructions.		OMB No. 1545-0130 <div style="font-size: 2em; font-weight: bold;">2003</div>	
For calendar year 2003, or tax year beginning _____, and ending _____					
A Effective date of election as an S corporation 04/04/1994		Name US MOBILCOMM, INC.		C Employer identification number 23-2767067	
B Business code number (see pages 31-33 of the Insts.) 513000		Number, street, and room or suite no. (If a P.O. box, see page 12 of the instructions.) 805 BRYN MAWR AVE		D Date incorporated 04/04/1994	
		City or town, state, and ZIP code NEWTOWN SQUARE, PA 19073-4330		E Total assets (see page 12 of instructions) 19,397.	
F Check applicable boxes: (1) <input type="checkbox"/> Initial return (2) <input type="checkbox"/> Final return (3) <input type="checkbox"/> Name change (4) <input type="checkbox"/> Address change (5) <input type="checkbox"/> Amended return					
G Enter number of shareholders in the corporation at end of the tax year ▶ 2					
Caution: Include <u>only</u> trade or business income and expenses on lines 1a through 21. See page 12 of the instructions for more information.					
Income	1a	Gross receipts or sales	7,818.	b Less returns and allowances	
	1c			c Balance	7,818.
	2	Cost of goods sold (Schedule A, line 8)			802.
	3	Gross profit. Subtract line 2 from line 1c			7,016.
	4	Net gain (loss) from Form 4797, Part II, line 18 (attach Form 4797)			
	5	Other income (loss) (attach schedule)			
6	Total income (loss). Combine lines 3 through 5				7,016.
Deductions (see page 13 of the instructions for limitations)	7	Compensation of officers			
	8	Salaries and wages (less employment credits)			
	9	Repairs and maintenance			
	10	Bad debts			
	11	Rents			
	12	Taxes and licenses	SEE STATEMENT 1.		124.
	13	Interest			
	14a	Depreciation (Attach Form 4562)	491.		
	14b	Depreciation claimed on Schedule A and elsewhere on return			
	14c	Subtract line 14b from line 14a			491.
	15	Depletion (Do not deduct oil and gas depletion.)			
	16	Advertising			
	17	Pension, profit-sharing, etc., plans			
	18	Employee benefit programs			
	19	Other deductions (attach schedule)	SEE STATEMENT 1.		41,121.
20	Total deductions. Add the amounts shown in the far right column for lines 7 through 19			41,736.	
21	Ordinary income (loss) from trade or business activities. Subtract line 20 from line 6			-34,720.	
Tax and Payments	22a	Tax: a Excess net passive income tax (attach schedule)			
	22b	b Tax from Schedule D (Form 1120S)			
	22c	c Add lines 22a and 22b (see page 17 of the instructions for additional taxes)			
	23a	Payments: a 2003 estimated tax payments and amount applied from 2002 return			
	23b	b Tax deposited with Form 7004			
	23c	c Credit for Federal tax paid on fuels (attach Form 4136)			
	23d	d Add lines 23a through 23c			
	24	Estimated tax penalty (See page 17 of instructions). Check if Form 2220 is attached	<input type="checkbox"/>		
	25	Tax due. If line 23d is smaller than the total of lines 22c and 24, enter amount owed.			
	26	Overpayment. If line 23d is larger than the total of lines 22c and 24, enter amount overpaid			
27	Enter amount of line 26 you want: Credited to 2004 estimated tax ▶ Refunded ▶				
Sign Here	Under penalties of perjury, I declare that I have examined this return, including accompanying schedules and statements, and to the best of my knowledge and belief, it is true, correct, and complete. Declaration of preparer (other than taxpayer) is based on all information of which preparer has any knowledge.				
	Signature of officer _____ Date _____ Title _____				
Paid Preparer's Use Only	Preparer's signature ▶ RICHARD SHORIN CPA		Date	Check if self-employed <input checked="" type="checkbox"/>	Preparer's SSN or PTIN P00185980
	Firm's name (or yours if self-employed), address, and ZIP code ▶ 255 RIDINGS WAY AMBLER, PA 19002-5247		EIN 215-628-1991		Phone no 215-628-1991
	For Paperwork Reduction Act Notice, see the separate instructions. Form 1120S (2003)				



US MODELING, INC.

2003 Depreciation Projections

Description of Property										TAX YEAR 2004										
GENERAL DEPRECIATION AND AMORTIZATION																				
Asset description	Date placed in service	Basis for depreciation	ACRS class	MA CRS class	Tax Depreciation				Me-thod	AMT Depreciation				Current-year depreciation	Accumulated depreciation	Life	Me-thod	Current-year depreciation	Accumulated depreciation	Depreciation adj./pref.
					Life	Me-thod	Accumulated depreciation	Current-year depreciation		Basis for depreciation	Life	Accumulated depreciation	Current-year depreciation							
EQUIP- BALT/WASH-USM	01/01/1995	41,335.	5	5	200DB		41,335.			41,335.	6,000	150DB	38,985.		38,985.	6,000		67.		-67.
COMPUTER EQUIPMENT	09/01/1998	953.	5	5	200DB		886.	65		953.	6,000	150DB	886.		886.	6,000		67.		-67.
EQUIP- BALT/WASH ANT	11/22/1999		5	5	200DB					564.										
COMPUTER EQUIPMENT	07/01/2002	1,361.	5	5	200DB		708.	261.		1,361.	5,000	150DB	551.		551.	5,000		243.		18.
Remainder in 04																				

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02/07/2004

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2003 Depreciation Projections

[illegible]

US MOBILCOMM, INC.

23-2767067

Form 1120S (2003)

Page 2

Schedule A Cost of Goods Sold (see page 18 of the instructions)

1	Inventory at beginning of year	1	
2	Purchases	2	
3	Cost of labor	3	
4	Additional section 263A costs (attach schedule)	4	
5	Other costs (attach schedule)	5	SEE STATEMENT 2. 802.
6	Total. Add lines 1 through 5	6	802.
7	Inventory at end of year	7	
8	Cost of goods sold. Subtract line 7 from line 6. Enter here and on page 1, line 2	8	802.

- 9a Check all methods used for valuing closing inventory: (i) ☐ Cost as described in Regulations section 1.471-3
(ii) ☐ Lower of cost or market as described in Regulations section 1.471-4
(iii) ☐ Other (specify method used and attach explanation) _____
- b Check if there was a writedown of subnormal goods as described in Regulations section 1.471-2(c) ☐
- c Check if the LIFO inventory method was adopted this tax year for any goods (if checked, attach Form 970) ☐
- d If the LIFO inventory method was used for this tax year, enter percentage (or amounts) of closing inventory computed under LIFO ☐ 9d
- e If property is produced or acquired for resale, do the rules of Section 263A apply to the corporation? ☐ Yes ☒ No
- f Was there any change in determining quantities, cost, or valuations between opening and closing inventory? ☐ Yes ☐ No
If "Yes," attach explanation.

Schedule B Other Information (see page 19 of instructions)

	Yes	No
1 Check method of accounting: (a) <input checked="" type="checkbox"/> Cash (b) <input type="checkbox"/> Accrual (c) <input type="checkbox"/> Other (specify) _____		
2 See pages 31 through 33 of the instructions and enter the: (a) Business activity <u>TWO WAY RADIO</u> (b) Product or service <u>SERVICE</u>		
3 At the end of the tax year, did the corporation own, directly or indirectly, 50% or more of the voting stock of a domestic corporation? (For rules of attribution, see section 267(c).) If "Yes," attach a schedule showing: (a) name, address, and employer identification number and (b) percentage owned		X
4 Was the corporation a member of a controlled group subject to the provisions of section 1561?		X
5 Check this box if the corporation has filed or is required to file Form 8264, Application for Registration of a Tax Shelter <input type="checkbox"/>		
6 Check this box if the corporation issued publicly offered debt instruments with original issue discount <input type="checkbox"/> If checked, the corporation may have to file Form 8281, Information Return for Publicly Offered Original Issue Discount Instruments.		
7 If the corporation: (a) was a C corporation before it elected to be an S corporation or the corporation acquired an asset with a basis determined by reference to its basis (or the basis of any other property) in the hands of a C corporation and (b) has net unrealized built-in gain (defined in section 1374(d)(1)) in excess of the net recognized built-in gain from prior years, enter the net unrealized built-in gain reduced by net recognized built-in gain from prior years <input type="checkbox"/> \$		
8 Check this box if the corporation had accumulated earnings and profits at the close of the tax year <input type="checkbox"/>		
9 Are the corporation's total receipts (see page 19 of the instructions) for the tax year and its total assets at the end of the tax year less than \$250,000? If "Yes," the corporation is not required to complete Schedules L and M-1.	X	

Note: If the corporation had assets or operated a business in a foreign country or U.S. possession, it may be required to attach Schedule N (Form 1120), Foreign Operations of U.S. Corporations, to this return. See Schedule N for details.

Schedule K Shareholders' Shares of Income, Credits, Deductions, etc.

	(a) Pro rata share items	(b) Total amount
1	Ordinary income (loss) from trade or business activities (page 1, line 21)	1 -34,720.
2	Net income (loss) from rental real estate activities (attach Form 8825)	2
3a	Gross income from other rental activities <input type="checkbox"/> 3a	
b	Expenses from other rental activities (attach schedule) <input type="checkbox"/> 3b	
c	Net income (loss) from other rental activities. Subtract line 3b from line 3a	3c
4	Portfolio income (loss):	
a	Interest income	4a
b	Dividends: (1) Qualified dividends <input type="checkbox"/> (2) Total ordinary dividends <input type="checkbox"/> 4b(2)	
c	Royalty income	4c
d	Net short-term capital gain (loss): (1) Post-May 5, 2003 <input type="checkbox"/> (2) Entire year <input type="checkbox"/> 4d(2)	
e	Net long-term capital gain (loss): (1) Post-May 5, 2003 <input type="checkbox"/> (2) Entire year <input type="checkbox"/> 4e(2)	
f	Other portfolio income (loss) (attach schedule) <input type="checkbox"/> 4f	
5	Net section 1231 gain (loss) (attach Form 4797): (a) Post-May 5, 2003 <input type="checkbox"/> (b) Entire year <input type="checkbox"/> 5b	
6	Other income (loss) (attach schedule)	6

US MOBILCOMM, INC.

23-2767067

Form 1120S (2003)

Page 3

Schedule K Shareholders' Shares of Income, Credits, Deductions, etc. (continued)

	(a) Pro rata share items	(b) Total amount
Deductions	7 Charitable contributions (attach schedule)	7
	8 Section 179 expense deduction (attach Form 4562)	8
	9 Deductions related to portfolio income (loss) (itemize)	9
	10 Other deductions (attach schedule)	10
Investment Interest	11a Interest expense on investment debts	11a
	b (1) Investment income included on lines 4a, 4b(2), 4c, and 4f on page 2 (2) Investment expenses included on line 9 above	11b(1) 11b(2)
Credits	12a Credit for alcohol used as a fuel (attach Form 6478)	12a
	b Low-income housing credit:	
	(1) From partnerships to which section 42(j)(5) applies	12b(1)
	(2) Other than on line 12b(1)	12b(2)
	c Qualified rehabilitation expenditures related to rental real estate activities (attach Form 3468)	12c
	d Credits (other than credits shown on lines 12b and 12c) related to rental real estate activities	12d
	e Credits related to other rental activities	12e
13 Other credits	13	
Adjustments and Tax Preference Items	14a Depreciation adjustment on property placed in service after 1986	14a 10.
	b Adjusted gain or loss	14b
	c Depletion (other than oil and gas)	14c
	d (1) Gross income from oil, gas, or geothermal properties (2) Deductions allocable to oil, gas, or geothermal properties	14d(1) 14d(2)
	e Other adjustments and tax preference items (attach schedule)	14e
Foreign Taxes	15a Name of foreign country or U.S. possession ▶	15b
	b Gross income from all sources	15c
	c Gross income sourced at shareholder level	
	d Foreign gross income sourced at corporate level:	
	(1) Passive	15d(1)
	(2) Listed categories (attach schedule)	15d(2)
	(3) General limitation	15d(3)
	e Deductions allocated and apportioned at shareholder level:	
	(1) Interest expense	15e(1)
	(2) Other	15e(2)
	f Deductions allocated and apportioned at corporate level to foreign source income:	
(1) Passive	15f(1)	
(2) Listed categories (attach schedule)	15f(2)	
(3) General limitation	15f(3)	
g Total foreign taxes (check one): ▶ <input type="checkbox"/> Paid <input type="checkbox"/> Accrued	15g	
h Reduction in taxes available for credit (attach schedule)	15h	
Other	16 Section 59(e)(2) expenditures: a Type ▶ b Amount ▶	16b
	17 Tax-exempt interest income	17
	18 Other tax-exempt income	18
	19 Nondeductible expenses	19
	20 Total property distributions (including cash) other than dividends reported on line 22 below	20
	21 Other items and amounts required to be reported separately to shareholders (attach schedule)	
	22 Total dividend distributions paid from accumulated earnings and profits	22
23 Income (loss). (Required only if Schedule M-1 must be completed.) Combine lines 1 through 6 in column (b). From the result, subtract the sum of lines 7 through 11a, 15g, and 16b	23 -34,720.	

Form 1120S (2003)

MC000588

US MOBILCOMM, INC.

23-2767067

Form 1120S (2003)

Page 4

Note: The corporation is not required to complete Schedules L and M-1 if question 9 of Schedule B is answered "Yes."

Schedule L Balance Sheets per Books		Beginning of tax year		End of tax year	
Assets		(a)	(b)	(c)	(d)
1	Cash		11,088.		8,881.
2a	Trade notes and accounts receivable				
b	Less allowance for bad debts				
3	Inventories				
4	U.S. government obligations				
5	Tax-exempt securities				
6	Other current assets (attach schedule)	STMT 3	14,400.		NONE
7	Loans to shareholders				
8	Mortgage and real estate loans				
9	Other investments (attach schedule)				
10a	Buildings and other depreciable assets	44,213.		44,213.	
b	Less accumulated depreciation	43,004.	1,209.	43,495.	718.
11a	Depletable assets				
b	Less accumulated depletion				
12	Land (net of any amortization)				
13a	Intangible assets (amortizable only)	28,500.		28,500.	
b	Less accumulated amortization	16,935.	11,565.	18,702.	9,798.
14	Other assets (attach schedule)	STMT 3	15,796.		NONE
15	Total assets		54,058.		19,397.
Liabilities and Shareholders' Equity					
16	Accounts payable				
17	Mortgages, notes, bonds payable in less than 1 year				
18	Other current liabilities (attach schedule)	STMT 3	2.		61.
19	Loans from shareholders				
20	Mortgages, notes, bonds payable in 1 year or more				
21	Other liabilities (attach schedule)				
22	Capital stock		5.		5.
23	Additional paid-in capital		476,012.		476,012.
24	Retained earnings		-421,961.		-456,681.
25	Adjustments to shareholders' equity (attach schedule)				
26	Less cost of treasury stock		()		()
27	Total liabilities and shareholders' equity		54,058.		19,397.

Schedule M-1 Reconciliation of Income (Loss) per Books With Income (Loss) per Return

1	Net income (loss) per books	-34,720.	5	Income recorded on books this year not included on Schedule K, lines 1 through 6 (itemize):	
2	Income included on Schedule K, lines 1 through 6, not recorded on books this year (itemize):		a	Tax-exempt interest	
3	Expenses recorded on books this year not included on Schedule K, lines 1 through 11a, 15g, and 16b (itemize):		6	Deductions included on Schedule K, lines 1 through 11a, 15g, and 16b, not charged against book income this year (itemize):	
a	Depreciation		a	Depreciation	
b	Travel and entertainment				
4	Add lines 1 through 3	-34,720.	7	Add lines 5 and 6	
			8	Income (loss) (Schedule K, line 23). Line 4 less line 7	-34,720.

Schedule M-2 Analysis of Accumulated Adjustments Account, Other Adjustments Account, and Shareholders' Undistributed Taxable Income Previously Taxed (see page 29 of the instructions)

	(a) Accumulated adjustments account	(b) Other adjustments account	(c) Shareholders' undistributed taxable income previously taxed
1	Balance at beginning of tax year	-360,347.	
2	Ordinary income from page 1, line 21		
3	Other additions		
4	Loss from page 1, line 21	(34,720)	
5	Other reductions	()	
6	Combine lines 1 through 5	-395,067.	
7	Distributions other than dividend distributions		
8	Balance at end of tax year. Subtract line 7 from line 6	-395,067.	

MC000590

Form **4562****Depreciation and Amortization**
(Including Information on Listed Property)

OMB No. 1545-0172

2003

Department of the Treasury

Internal Revenue Service

▶ See separate instructions.

▶ Attach to your tax return.

Name(s) on return

US MOBILCOMM, INC.

Business or activity to which this form relates

Attachment
Sequence No. **67**

Identifying number

23-2767067**GENERAL DEPRECIATION AND AMORTIZATION****Part I Election To Expense Certain Property Under Section 179***Note: If you have any listed property, complete Part V before you complete Part I.*

1	Maximum amount. See page 2 of the instructions for a higher limit for certain businesses	1	
2	Total cost of section 179 property placed in service (see page 2 of the instructions)	2	
3	Threshold cost of section 179 property before reduction in limitation	3	
4	Reduction in limitation. Subtract line 3 from line 2. If zero or less, enter -0-	4	
5	Dollar limitation for tax year. Subtract line 4 from line 1. If zero or less, enter -0-. If married filing separately, see page 2 of the instructions	5	
6	(a) Description of property	(b) Cost (business use only)	(c) Elected cost
7	Listed property. Enter the amount from line 29	7	
8	Total elected cost of section 179 property. Add amounts in column (c), lines 6 and 7	8	
9	Tentative deduction. Enter the smaller of line 5 or line 8	9	
10	Carryover of disallowed deduction from line 13 of your 2002 Form 4562	10	
11	Business income limitation. Enter the smaller of business income (not less than zero) or line 5 (see instructions)	11	
12	Section 179 expense deduction. Add lines 9 and 10, but do not enter more than line 11	12	
13	Carryover of disallowed deduction to 2004. Add lines 9 and 10, less line 12	13	

*Note: Do not use Part II or Part III below for listed property. Instead, use Part V.***Part II Special Depreciation Allowance and Other Depreciation (Do not include listed property.)**

14	Special depreciation allowance for qualified property (other than listed property) placed in service during the tax year (see page 3 of the instructions)	14	
15	Property subject to section 168(f)(1) election (see page 4 of the instructions)	15	
16	Other depreciation (including ACRS) (see page 4 of the instructions)	16	

Part III MACRS Depreciation (Do not include listed property.) (See page 4 of the instructions.)**Section A**

17	MACRS deductions for assets placed in service in tax years beginning before 2003	17	491.
18	If you are electing under section 168(i)(4) to group any assets placed in service during the tax year into one or more general asset accounts, check here		

Section B - Assets Placed in Service During 2003 Tax Year Using the General Depreciation System

(a) Classification of property	(b) Month and year placed in service	(c) Basis for depreciation (business/investment use only - see instructions)	(d) Recovery period	(e) Convention	(f) Method	(g) Depreciation deduction
19a 3-year property						
b 5-year property						
c 7-year property						
d 10-year property						
e 15-year property						
f 20-year property						
g 25-year property			25 yrs.		S/L	
h Residential rental property			27.5 yrs.	MM	S/L	
i Nonresidential real property			27.5 yrs.	MM	S/L	
			39 yrs.	MM	S/L	

Section C - Assets Placed in Service During 2003 Tax Year Using the Alternative Depreciation System

20a Class life					S/L	
b 12-year			12 yrs.		S/L	
c 40-year			40 yrs.	MM	S/L	

Part IV Summary (see page 6 of the instructions)

21	Listed property. Enter amount from line 28	21	
22	Total. Add amounts from line 12, lines 14 through 17, lines 19 and 20 in column (g), and line 21. Enter here and on the appropriate lines of your return. Partnerships and S corporations - see instr.	22	491.
23	For assets shown above and placed in service during the current year, enter the portion of the basis attributable to section 263A costs	23	

JSA For Paperwork Reduction Act Notice, see separate instructions.
3X2300 3.000Form **4562** (2003)

02/07/2004

23-2767067

13

US MOBILCOMM, INC.
Form 4562 (2003)23-2767067
Page 2**Part V Listed Property** (Include automobiles, certain other vehicles, cellular telephones, certain computers, and property used for entertainment, recreation, or amusement.)

Note: For any vehicle for which you are using the standard mileage rate or deducting lease expense, complete only 24a, 24b, columns (a) through (c) of Section A, all of Section B, and Section C if applicable.

Section A - Depreciation and Other Information (Caution: See page 7 of the instructions for limits for passenger automobiles.)

24a Do you have evidence to support the business/investment use claimed?				Yes	No	24b If "Yes," is the evidence written?				Yes	No
(a) Type of property (list vehicles first)	(b) Date placed in service	(c) Business/investment use percentage	(d) Cost or other basis	(e) Basis for depreciation (business/investment use only)	(f) Recovery period	(g) Method/Convention	(h) Depreciation deduction	(i) Elected section 179 cost			
25 Special depreciation allowance for qualified listed property placed in service during the tax year and used more than 50% in a qualified business use (see page 6 of the instructions)								25			
26 Property used more than 50% in a qualified business use (see page 6 of the instructions):											
		%									
		%									
		%									
27 Property used 50% or less in a qualified business use (see page 6 of the instructions):											
		%				S/L -					
		%				S/L -					
		%				S/L -					
28 Add amounts in column (h), lines 25 through 27. Enter here and on line 21, page 1								28			
29 Add amounts in column (i), line 26. Enter here and on line 7, page 1								29			

Section B - Information on Use of Vehicles

Complete this section for vehicles used by a sole proprietor, partner, or other "more than 5% owner," or related person.

If you provided vehicles to your employees, first answer the questions in Section C to see if you meet an exception to completing this section for those vehicles.

	(a) Vehicle 1	(b) Vehicle 2	(c) Vehicle 3	(d) Vehicle 4	(e) Vehicle 5	(f) Vehicle 6
30 Total business/investment miles driven during the year (do not include commuting miles - see page 2 of the instructions)						
31 Total commuting miles driven during the year						
32 Total other personal (noncommuting) miles driven						
33 Total miles driven during the year. Add lines 30 through 32						
34 Was the vehicle available for personal use during off-duty hours?	Yes	No	Yes	No	Yes	No
35 Was the vehicle used primarily by a more than 5% owner or related person?						
36 Is another vehicle available for personal use?						

Section C - Questions for Employers Who Provide Vehicles for Use by Their Employees

Answer these questions to determine if you meet an exception to completing Section B for vehicles used by employees who are not more than 5% owners or related persons (see page 8 of the instructions).

37 Do you maintain a written policy statement that prohibits all personal use of vehicles, including commuting, by your employees?	Yes	No
38 Do you maintain a written policy statement that prohibits personal use of vehicles, except commuting, by your employees? See page 8 of the instructions for vehicles used by corporate officers, directors, or 1% or more owners		
39 Do you treat all use of vehicles by employees as personal use?		
40 Do you provide more than five vehicles to your employees, obtain information from your employees about the use of the vehicles, and retain the information received?		
41 Do you meet the requirements concerning qualified automobile demonstration use? (See page 9 of the instructions.)		

Note: If your answer to 37, 38, 39, 40, or 41 is "Yes," do not complete Section B for the covered vehicles.

Part VI Amortization

(a) Description of costs	(b) Date amortization begins	(c) Amortizable amount	(d) Code section	(e) Amortization period or percentage	(f) Amortization for this year
42 Amortization of costs that begins during your 2003 tax year (see page 9 of the instructions):					
43 Amortization of costs that began before your 2003 tax year				43	1,767.
44 Total. Add amounts in column (f). See page 9 of the instructions for where to report				44	1,767.

[illegible]

JSA
3C9027 1,000

MC000592

2003 Amortization

U.S. MOBILECOM, INC.

[illegible]

Assets Retired

USA

3C9026 1.000

MC000593

K275 02/07/2004

23-2767067

16

2003 Alternative Minimum Tax Depreciation

[illegible]

K275 02/07/2004

23-2767067

MC000594

17

US MOBILCOMM, INC.

23-2767067

FORM 1120S, PAGE 1 DETAIL

LINE 12 - TAXES

TAXES AND LICENSES EXCLUDING INCOME TAXES

FRANCHISE AND CAPITAL STOCK TAX

124.

TOTAL

124.

LINE 19 - OTHER DEDUCTIONS

AMORTIZATION

1,767.

INSURANCE

350.

OFFICE SUPPLIES

273.

POSTAGE AND FEDEX

128.

ACCOUNTING AND PROFESSIONAL SERVICES

6,450.

COMPUTER REPAIR

191.

ABANDONMENT EXPENSE

30,196.

DUES AND MEMBERSHIPS

725.

TELEPHONE

1,041.

TOTAL

41,121.

MC000595

STATEMENT 1

02/07/2004

23-2767067

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US MOBILCOMM, INC.

23-2767067

FORM 1120S, PAGE 2 DETAIL

SCH A, LINE 5 - OTHER COSTS

OTHER DIRECT SITE COSTS (PHONE, INSURANCE, RESELLER)

802.

TOTAL

802.

MC000596

STATEMENT 2

02/07/2004

23-2767067

19

US MOBILCOMM, INC.

23-2767067

FORM 1120S, PAGE 4 DETAIL - SCH L

	BEGINNING	ENDING
LINE 6 - OTHER CURRENT ASSETS		
LICENSE OPTION PAYMENTS	14,400.	NONE
TOTAL	14,400.	NONE
LINE 14 - OTHER ASSETS		
LONG TERM STORED EQUIPMENT	15,796.	NONE
TOTAL	15,796.	NONE
LINE 18 - OTHER CURRENT LIABILITIES		
SALES TAX PAYABLE	2.	61.
TOTAL	2.	61.

MC000597

STATEMENT 3

02/07/2004

23-2767067

20

US MOBILCOMM, INC.

23-2767067

FEDERAL FOOTNOTES

RECONCILIATION OF ACCUMULATED ADJUSTMENTS ACCOUNT TO RETAINED EARNINGS:

	BEGINNING	ENDING
C CORPORATION EARNINGS AND PROFITS	- 61,614.	-61,614.
ACCUMULATED ADJUSTMENTS ACCOUNT	-360,347.	-395,067.
	-----	-----
BOOK RETAINED EARNINGS	-421,961.	-456,681.

MC000598

STATEMENT 4

02/07/2004

23-2767067

21

6711

SCHEDULE K-1
(Form 1120S)**Shareholder's Share of Income, Credits, Deductions, etc.**

OMB No. 1545-0130

▶ See separate instructions.

2003Department of the Treasury
Internal Revenue Service

beginning

and ending

, 20

Shareholder's identifying number ▶ **043-50-6463**Corporation's identifying number ▶ **23-2767067**

Shareholder's name, address, and ZIP code

Corporation's name, address, and ZIP code

DAVID W. ELKIN
805 BRYN MAWR AVE
NEWTOWN SQUARE, PA 19073-4330US MOBILCOMM, INC.
805 BRYN MAWR AVE
NEWTOWN SQUARE, PA 19073-4330A Shareholder's percentage of stock ownership for tax year (see instructions for Schedule K-1) ▶ **75.000000 %**B Internal Revenue Service Center where corporation filed its return ▶ **CINCINNATI, OH 45999**

C Tax shelter registration number (see instructions for Schedule K-1) ▶

D Check applicable boxes: (1) ☐ Final K-1 (2) ☐ Amended K-1

(a) Pro rata share items		(b) Amount	(c) Form 1040 filers enter the amount in column (b) on:
Income (Loss)	1 Ordinary income (loss) from trade or business activities	1 -26,040.	See page 4 of the Shareholder's Instructions for Schedule K-1 (Form 1120S).
	2 Net income (loss) from rental real estate activities	2	
	3 Net income (loss) from other rental activities	3	
	4 Portfolio income (loss):		
	a Interest income	4a	Form 1040, line 8a
	b (1) Qualified dividends	4b(1)	Form 1040, line 9b
	(2) Total ordinary dividends	4b(2)	Form 1040, line 9a
	c Royalty income	4c	Sch. E, Part I, line 4
	d (1) Net short-term capital gain (loss) (post-May 5, 2003)	4d(1)	Sch. D, line 5, col. (g)
	(2) Net short-term capital gain (loss) (entire year)	4d(2)	Sch. D, line 5, col. (f)
e (1) Net long-term capital gain (loss) (post-May 5, 2003)	4e(1)	Sch. D, line 12, col. (g)	
(2) Net long-term capital gain (loss) (entire year)	4e(2)	Sch. D, line 12, col. (f)	
f Other portfolio income (loss) (attach schedule)	4f	(Enter on applicable line of your return.)	
5a Net section 1231 gain (loss) (post-May 5, 2003)	5a	See Shareholder's Instructions for Schedule K-1 (Form 1120S).	
b Net section 1231 gain (loss) (entire year)	5b		
6 Other income (loss) (attach schedule)	6	(Enter on applicable line of your return.)	
Deductions	7 Charitable contributions (attach schedule)	7	Sch. A, line 15 or 16
	8 Section 179 expense deduction	8	See page 5 of the Shareholder's Instructions for Schedule K-1 (Form 1120S).
9 Deductions related to portfolio income (loss) (attach schedule)	9		
10 Other deductions (attach schedule)	10		
Investment Interest	11a Interest expense on investment debts	11a	Form 4952, line 1
	b (1) Investment income included on lines 4a, 4b(2), 4c, and 4f above	11b(1)	See Shareholder's Instructions for Schedule K-1 (Form 1120S).
(2) Investment expenses included on line 9 above	11b(2)		
Credits	12a Credit for alcohol used as fuel	12a	Form 6478, line 10
	b Low-income housing credit:		Form 8586, line 5
	(1) From section 42(j)(5) partnerships	12b(1)	
	(2) Other than on line 12b(1)	12b(2)	
	c Qualified rehabilitation expenditures related to rental real estate activities	12c	See pages 6 and 7 of the Shareholder's Instructions for Schedule K-1 (Form 1120S).
	d Credits (other than credits shown on lines 12b and 12c) related to rental real estate activities	12d	
	e Credits related to other rental activities	12e	
13 Other credits	13		

For Paperwork Reduction Act Notice, see the Instructions for Form 1120S.

Schedule K-1 (Form 1120S) 2003

MC000599

SHAREHOLDER#01 DAVID W. ELKIN

6712

Schedule K-1 (Form 1120S) 2003

Page 2

(a) Pro rata share items		(b) Amount	(c) Form 1040 filers enter the amount in column (b) on:
Adjustments and Tax Preference Items	14a Depreciation adjustment on property placed in service after 1986	14a 8.	See page 6 of the Shareholder's Instructions for Schedule K-1 (Form 1120S) and Instructions for Form 6251
	b Adjusted gain or loss	14b	
	c Depletion (other than oil and gas)	14c	
	d (1) Gross income from oil, gas, or geothermal properties	14d(1)	
	(2) Deductions allocable to oil, gas, or geothermal properties	14d(2)	
	e Other adjustments and tax preference items (attach schedule)	14e	
Foreign Taxes	15a Name of foreign country or U.S. possession		Form 1116, Part I
	b Gross income from all sources	15b	
	c Gross income sourced at shareholder level	15c	
	d Foreign gross income sourced at corporate level:		
	(1) Passive	15d(1)	
	(2) Listed categories (attach schedule)	15d(2)	
	(3) General limitation	15d(3)	
	e Deductions allocated and apportioned at shareholder level:		
	(1) Interest expense	15e(1)	
	(2) Other	15e(2)	
	f Deductions allocated and apportioned at corporate level to foreign source income:		
	(1) Passive	15f(1)	
	(2) Listed categories (attach schedule)	15f(2)	
	(3) General limitation	15f(3)	
g Total foreign taxes (check one): <input type="checkbox"/> Paid <input type="checkbox"/> Accrued	15g	Form 1116, Part II See Instructions for Form 1116	
h Reduction in taxes available for credit (attach schedule)	15h		
Other	16 Section 59(e)(2) expenditures: a Type b Amount	16b	See Shareholder's Instructions for Schedule K-1 (Form 1120S).
	17 Tax-exempt interest income	17	
	18 Other tax-exempt income	18	Form 1040, line 8b
	19 Nondeductible expenses	19	
	20 Property distributions (including cash) other than dividend distributions reported to you on Form 1099-DIV	20	See page 7 of the Shareholder's Instructions for Schedule K-1 (Form 1120S).
	21 Amount of loan repayments for "Loans From Shareholders"	21	
	22 Recapture of low-income housing credit:		Form 8611, line 8
	a From section 42(j)(5) partnerships	22a	
b Other than on line 22a	22b		
Supplemental Information	23 Supplemental information required to be reported separately to each shareholder (attach additional schedules if more space is needed):		

Schedule K-1 (Form 1120S) 2003

6711

SCHEDULE K-1
(Form 1120S)**Shareholder's Share of Income, Credits, Deductions, etc.**

OMB No. 1545-0130

2003Department of the Treasury
Internal Revenue Service

beginning

and ending

, 20

Shareholder's identifying number ▶ **042-54-2612**Corporation's identifying number ▶ **23-2767067**

Shareholder's name, address, and ZIP code

Corporation's name, address, and ZIP code

JEFFREY NORMAN
202 WEED ST.
NEW CANAAN, CT 06840**US MOBILCOMM, INC.**
805 BRYN MAWR AVE
NEWTOWN SQUARE, PA 19073-4330A Shareholder's percentage of stock ownership for tax year (see instructions for Schedule K-1) ▶ **25.000000 %**B Internal Revenue Service Center where corporation filed its return ▶ **CINCINNATI, OH 45999**

C Tax shelter registration number (see instructions for Schedule K-1) ▶

D Check applicable boxes: (1) ☐ Final K-1 (2) ☐ Amended K-1

(a) Pro rata share items		(b) Amount	(c) Form 1040 filers enter the amount in column (b) on:
Income (Loss)	1 Ordinary income (loss) from trade or business activities	1 -8,680.	See page 4 of the Shareholder's Instructions for Schedule K-1 (Form 1120S).
	2 Net income (loss) from rental real estate activities	2	
	3 Net income (loss) from other rental activities	3	
	4 Portfolio income (loss):		Form 1040, line 8a Form 1040, line 9b Form 1040, line 9a Sch. E, Part I, line 4 Sch. D, line 5, col. (g) Sch. D, line 5, col. (f) Sch. D, line 12, col. (g) Sch. D, line 12, col. (f)
	a Interest income	4a	
	b (1) Qualified dividends	4b(1)	
	(2) Total ordinary dividends	4b(2)	
	c Royalty income	4c	
	d (1) Net short-term capital gain (loss) (post-May 5, 2003)	4d(1)	
	(2) Net short-term capital gain (loss) (entire year)	4d(2)	See Shareholder's Instructions for Schedule K-1 (Form 1120S).
e (1) Net long-term capital gain (loss) (post-May 5, 2003)	4e(1)		
(2) Net long-term capital gain (loss) (entire year)	4e(2)	(Enter on applicable line of your return.)	
f Other portfolio income (loss) (attach schedule)	4f		
5a Net section 1231 gain (loss) (post-May 5, 2003)	5a	See Shareholder's Instructions for Schedule K-1 (Form 1120S).	
b Net section 1231 gain (loss) (entire year)	5b		
6 Other income (loss) (attach schedule)	6	(Enter on applicable line of your return.)	
Deductions	7 Charitable contributions (attach schedule)	7	Sch. A, line 15 or 16
	8 Section 179 expense deduction	8	See page 5 of the Shareholder's Instructions for Schedule K-1 (Form 1120S).
	9 Deductions related to portfolio income (loss) (attach schedule)	9	
	10 Other deductions (attach schedule)	10	
Credits	11a Interest expense on investment debts	11a	Form 4952, line 1
	b (1) Investment income included on lines 4a, 4b(2), 4c, and 4f above	11b(1)	See Shareholder's Instructions for Schedule K-1 (Form 1120S).
	(2) Investment expenses included on line 9 above	11b(2)	
	12a Credit for alcohol used as fuel	12a	Form 6478, line 10
	b Low-income housing credit:		Form 8586, line 5
	(1) From section 42(j)(5) partnerships	12b(1)	
	(2) Other than on line 12b(1)	12b(2)	
	c Qualified rehabilitation expenditures related to rental real estate activities	12c	See pages 6 and 7 of the Shareholder's Instructions for Schedule K-1 (Form 1120S).
	d Credits (other than credits shown on lines 12b and 12c) related to rental real estate activities	12d	
	e Credits related to other rental activities	12e	
13 Other credits	13		

For Paperwork Reduction Act Notice, see the Instructions for Form 1120S.

Schedule K-1 (Form 1120S) 2003

MC000601

SHAREHOLDER#02 JEFFREY NORMAN

6712

Schedule K-1 (Form 1120S) 2003

Page 2

(a) Pro rata share items		(b) Amount	(c) Form 1040 filers enter the amount in column (b) on:
Adjustments and Tax Preference Items	14a Depreciation adjustment on property placed in service after 1986	14a 2.	See page 6 of the Shareholder's Instructions for Schedule K-1 (Form 1120S) and Instructions for Form 6251
	b Adjusted gain or loss	14b	
	c Depletion (other than oil and gas)	14c	
	d (1) Gross income from oil, gas, or geothermal properties	14d(1)	
	(2) Deductions allocable to oil, gas, or geothermal properties	14d(2)	
	e Other adjustments and tax preference items (attach schedule)	14e	
Foreign Taxes	15a Name of foreign country or U.S. possession		Form 1116, Part I
	b Gross income from all sources	15b	
	c Gross income sourced at shareholder level	15c	
	d Foreign gross income sourced at corporate level:		
	(1) Passive	15d(1)	
	(2) Listed categories (attach schedule)	15d(2)	
	(3) General limitation	15d(3)	
	e Deductions allocated and apportioned at shareholder level:		
	(1) Interest expense	15e(1)	
	(2) Other	15e(2)	
	f Deductions allocated and apportioned at corporate level to foreign source income:		
	(1) Passive	15f(1)	
(2) Listed categories (attach schedule)	15f(2)		
(3) General limitation	15f(3)		
	g Total foreign taxes (check one): <input type="checkbox"/> Paid <input type="checkbox"/> Accrued	15g	Form 1116, Part II
	h Reduction in taxes available for credit (attach schedule)	15h	See Instructions for Form 1116
Other	16 Section 59(e)(2) expenditures: a Type		See Shareholder's Instructions for Schedule K-1 (Form 1120S).
	b Amount	16b	
	17 Tax-exempt interest income	17	Form 1040, line 8b
	18 Other tax-exempt income	18	
	19 Nondeductible expenses	19	
	20 Property distributions (including cash) other than dividend distributions reported to you on Form 1099-DIV	20	See page 7 of the Shareholder's Instructions for Schedule K-1 (Form 1120S).
	21 Amount of loan repayments for "Loans From Shareholders"	21	
	22 Recapture of low-income housing credit:		Form 8611, line 8
a From section 42(j)(5) partnerships	22a		
	b Other than on line 22a	22b	
Supplemental Information	23 Supplemental information required to be reported separately to each shareholder (attach additional schedules if more space is needed):		

Schedule K-1 (Form 1120S) 2003

US MOBILCOMM, INC.

23-2767067

FORM 1120S, SCHEDULE K-1, S/H #02 JEFFREY NORMAN

SHAREHOLDER FOOTNOTES

YOUR DEDUCTION OF LOSSES ARE LIMITED TO YOUR BASIS
PLEASE CONSULT YOUR TAX ADVISOR

MC000603

STATEMENT 1

Form 1120S Department of the Treasury Internal Revenue Service	U.S. Income Tax Return for an S Corporation ▶ Do not file this form unless the corporation has timely filed Form 2553 to elect to be an S corporation. ▶ See separate instructions.	OMB No. 1545-0130 <div style="font-size: 2em; font-weight: bold;">2004</div>
---	---	---

For calendar year 2004, or tax year beginning _____, and ending _____

A Effective date of S election B Business code number (see pages 31-33 of the insts.)	Use the IRS label. Name US MOBILCOMM, INC. Number, street, and room or suite no. (If a P.O. box, see page 12 of the instructions.) 805 BRYN MAWR AVE City or town, state, and ZIP code NEWTOWN SQUARE, PA 19073-4330	C Employer identification number 23-2767067 D Date incorporated 04/04/1994 E Total assets (see page 12 of instructions) 13,039.
--	---	---

F Check applicable boxes: (1) ☐ Initial return (2) ☐ Final return (3) ☐ Name change (4) ☐ Address change (5) ☐ Amended return

G Enter number of shareholders in the corporation at end of the tax year ▶ 2

Caution: Include only trade or business income and expenses on lines 1a through 21. See page 12 of the instructions for more information.

Income	1a Gross receipts or sales 4,134. b Less returns and allowances	c Bal ▶	1c 4,134.
	2 Cost of goods sold (Schedule A, line 8)		2
	3 Gross profit. Subtract line 2 from line 1c		3 4,134.
	4 Net gain (loss) from Form 4797, Part II, line 17 (attach Form 4797)		4
	5 Other income (loss) (attach schedule)		5
	6 Total income (loss). Add lines 3 through 5		6 4,134.
	7 Compensation of officers		7
	8 Salaries and wages (less employment credits)		8
	9 Repairs and maintenance		9
	10 Bad debts		10
	11 Rents		11
	12 Taxes and licenses SEE STATEMENT 1		12 400.
	13 Interest		13
	14a Depreciation (attach Form 4562) 261.		14a
	b Depreciation claimed on Schedule A and elsewhere on return		14b
	c Subtract line 14b from line 14a		14c 261.
	15 Depletion (Do not deduct oil and gas depletion.)		15
	16 Advertising		16
	17 Pension, profit-sharing, etc., plans		17
	18 Employee benefit programs		18
	19 Other deductions (attach schedule) SEE STATEMENT 1		19 9,742.
	20 Total deductions. Add the amounts shown in the far right column for lines 7 through 19		20 10,403.
	21 Ordinary business income (loss). Subtract line 20 from line 6		21 -6,269.
	22a Tax: a Excess net passive income tax (attach schedule)		22a
	b Tax from Schedule D (Form 1120S)		22b
	c Add lines 22a and 22b (see page 17 of the instructions for additional taxes)		22c
	23a Payments: a 2004 estimated tax payments and amount applied from 2003 return		23a
	b Tax deposited with Form 7004		23b
	c Credit for Federal tax paid on fuels (attach Form 4136)		23c
	d Add lines 23a through 23c		23d
	24 Estimated tax penalty (see page 17 of instructions). Check if Form 2220 is attached <input type="checkbox"/>		24
	25 Tax due. If line 23d is smaller than the total of lines 22c and 24, enter amount owed.		25
	26 Overpayment. If line 23d is larger than the total of lines 22c and 24, enter amount overpaid		26
	27 Enter amount of line 26 you want: Credited to 2005 estimated tax <input type="checkbox"/> Refunded <input type="checkbox"/>		27

Under penalties of perjury, I declare that I have examined this return, including accompanying schedules and statements, and to the best of my knowledge and belief, it is true, correct, and complete. Declaration of preparer (other than taxpayer) is based on all information of which preparer has any knowledge.

Sign Here 1 mail 4/25/05

Signature of officer Date Title

Paid Preparer's Use Only	Preparer's signature Date Firm's name (or yours if self-employed), address, and ZIP code RICHARD SHORIN CPA 255 RIDINGS WAY AMBLER, PA 19002-5247	Check if self-employed <input checked="" type="checkbox"/>	Preparer's SSN or PTIN P00185980 EIN Phone no. 215-628-1991
------------------------------------	--	--	--

For Privacy Act and Paperwork Reduction Act Notice, see the separate instructions.

Form 1120S (2004)

US MOBILCOMM, INC.

23-2767067

Form 1120S (2004)

Page 2

Schedule A Cost of Goods Sold (see page 17 of the instructions)

1	Inventory at beginning of year	1	
2	Purchases	2	
3	Cost of labor	3	
4	Additional section 263A costs (attach schedule)	4	
5	Other costs (attach schedule)	5	
6	Total. Add lines 1 through 5	6	
7	Inventory at end of year	7	
8	Cost of goods sold. Subtract line 7 from line 6. Enter here and on page 1, line 2	8	

9a Check all methods used for valuing closing inventory: (i) ☐ Cost as described in Regulations section 1.471-3
 (ii) ☐ Lower of cost or market as described in Regulations section 1.471-4
 (iii) ☐ Other (specify method used and attach explanation) _____

b Check if there was a writedown of subnormal goods as described in Regulations section 1.471-2(c) ☐

c Check if the LIFO inventory method was adopted this tax year for any goods (if checked, attach Form 970) ☐

d If the LIFO inventory method was used for this tax year, enter percentage (or amounts) of closing inventory computed under LIFO 9d

e If property is produced or acquired for resale, do the rules of Section 263A apply to the corporation? ☐ Yes ☒ No

f Was there any change in determining quantities, cost, or valuations between opening and closing inventory? ☐ Yes ☒ No
 If "Yes," attach explanation.

Schedule B Other Information (see page 18 of instructions)

1	Check method of accounting: (a) <input checked="" type="checkbox"/> Cash (b) <input type="checkbox"/> Accrual (c) <input type="checkbox"/> Other (specify) _____	Yes	No
2	See pages 31 through 33 of the instructions and enter the: (a) Business activity <u>TWO WAY RADIO</u> (b) Product or service <u>SERVICE</u>		
3	At the end of the tax year, did the corporation own, directly or indirectly, 50% or more of the voting stock of a domestic corporation? (For rules of attribution, see section 267(c).) If "Yes," attach a schedule showing: (a) name, address, and employer identification number and (b) percentage owned		X
4	Was the corporation a member of a controlled group subject to the provisions of section 1561?		X
5	Check this box if the corporation has filed or is required to file Form 8264, Application for Registration of a Tax Shelter <input type="checkbox"/>		
6	Check this box if the corporation issued publicly offered debt instruments with original issue discount <input type="checkbox"/> If checked, the corporation may have to file Form 8281, Information Return for Publicly Offered Original Issue Discount Instruments.		
7	If the corporation: (a) was a C corporation before it elected to be an S corporation or the corporation acquired an asset with a basis determined by reference to its basis (or the basis of any other property) in the hands of a C corporation and (b) has net unrealized built-in gain (defined in section 1374(d)(1)) in excess of the net recognized built-in gain from prior years, enter the net unrealized built-in gain reduced by net recognized built-in gain from prior years <input type="text"/> \$		
8	Check this box if the corporation had accumulated earnings and profits at the close of the tax year <input type="checkbox"/>		
9	Are the corporation's total receipts (see page 19 of the instructions) for the tax year and its total assets at the end of the tax year less than \$250,000? If "Yes," the corporation is not required to complete Schedules L and M-1.	X	

Note: If the corporation had assets or operated a business in a foreign country or U.S. possession, it may be required to attach Schedule N (Form 1120), Foreign Operations of U.S. Corporations, to this return. See Schedule N for details.

Schedule K Shareholders' Shares of Income, Deductions, Credits, etc.

Shareholders' Pro Rata Share Items		Total amount
1	Ordinary business income (loss) (page 1, line 21)	1 - 6,269.
2	Net rental real estate income (loss) (attach Form 8825)	2
3a	Other gross rental income (loss)	3a
3b	Expenses from other rental activities (attach schedule)	3b
3c	Other net rental income (loss). Subtract line 3b from line 3a	3c
4	Interest income	4
5a	Dividends: a Ordinary dividends	5a
5b	b Qualified dividends	5b
6	Royalties	6
7	Net short-term capital gain (loss)	7
8a	Net long-term capital gain (loss)	8a
8b	Collectibles (28%) gain (loss)	8b
8c	Unrecaptured section 1250 gain (attach schedule)	8c
9	Net section 1231 gain (loss) (attach Form 4797)	9 - 65.
10	Other income (loss) (attach schedule)	10

US MOBILCOMM, INC.

23-2767067

Form 1120S (2004)

Page 3

Shareholders' Pro Rata Share Items (continued)		Total amount
Other Deductions	11 Section 179 deduction (attach Form 4562)	11
	12a Contributions	12a
	b Deductions related to portfolio income (attach schedule)	12b
	c Investment interest expense	12c
	d Section 59(e)(2) expenditures (1) Type (2) Amount	12d(2)
	e Other deductions (attach schedule)	12e
Credits & Credit Recapture	13a Low-income housing credit (section 42(j)(5))	13a
	b Low-income housing credit (other)	13b
	c Qualified rehabilitation expenditures (rental real estate) (attach Form 3468)	13c
	d Other rental real estate credits	13d
	e Other rental credits	13e
	f Credit for alcohol used as fuel (attach form 6478)	13f
	g Other credits and credit recapture (attach schedule)	13g
Foreign Transactions	14a Name of country or U.S. possession	
	b Gross income from all sources	14b
	c Gross income sourced at shareholder level	14c
	Foreign gross income sourced at corporate level:	
	d Passive	14d
	e Listed categories (attach schedule)	14e
	f General limitation	14f
	Deductions allocated and apportioned at shareholder level:	
	g Interest expense	14g
	h Other	14h
	Deductions allocated and apportioned at corporate level to foreign source income:	
	i Passive	14i
	j Listed categories (attach schedule)	14j
	k General limitation	14k
Other information:		
l Foreign taxes paid	14l	
m Foreign taxes accrued	14m	
n Reduction in taxes available for credit (attach schedule)	14n	
Alternative Minimum Tax (AMT) Items	15a Post-1986 depreciation adjustment	15a -15.
	b Adjusted gain or loss	15b 31.
	c Depletion (other than oil and gas)	15c
	d Oil, gas, and geothermal properties - gross income	15d
	e Oil, gas, and geothermal properties - deductions	15e
	f Other AMT items (attach schedule)	15f
Items Affecting Shareholder Basis	16a Tax-exempt interest income	16a
	b Other tax-exempt income	16b
	c Nondeductible expenses	16c
	d Property distributions	16d
	e Repayment of loans from shareholders	16e
Other Information	17a Investment income	17a
	b Investment expenses	17b
	c Dividend distributions paid from accumulated earnings and profits	17c
	d Other items and amounts (attach schedule)	
	e Income/loss reconciliation. (Required only if Schedule M-1 must be completed.) Combine the amounts on lines 1 through 10 in the far right column. From the result, subtract the sum of the amounts on lines 11 through 12e and lines 14l or 14m, whichever applies	17e -6,334.

Form 1120S (2004)

MC000606

US MOBILCOMM, INC.

MC000607

23-2767067

Form 1120S (2004)

Page 4

Note: The corporation is not required to complete Schedules L and M-1 if question 9 of Schedule B is answered "Yes."

Schedule L Balance Sheets per Books		Beginning of tax year		End of tax year	
Assets		(a)	(b)	(c)	(d)
1	Cash	STMT 2	8,881.		4,616.
2a	Trade notes and accounts receivable				
b	Less allowance for bad debts				
3	Inventories				
4	U.S. government obligations				
5	Tax-exempt securities				
6	Other current assets (attach schedule)				
7	Loans to shareholders				
8	Mortgage and real estate loans				
9	Other investments (attach schedule)				
10a	Buildings and other depreciable assets	44,213.		43,260.	
b	Less accumulated depreciation	43,495.	718.	42,868.	392.
11a	Depletable assets				
b	Less accumulated depletion				
12	Land (net of any amortization)				
13a	Intangible assets (amortizable only)	28,500.		28,500.	
b	Less accumulated amortization	18,702.	9,798.	20,469.	8,031.
14	Other assets (attach schedule)				
15	Total assets		19,397.		13,039.
Liabilities and Shareholders' Equity					
16	Accounts payable				
17	Mortgages, notes, bonds payable in less than 1 year				
18	Other current liabilities (attach schedule)	STMT 2	61.		37.
19	Loans from shareholders				
20	Mortgages, notes, bonds payable in 1 year or more				
21	Other liabilities (attach schedule)				
22	Capital stock		5.		5.
23	Additional paid-in capital		476,012.		476,012.
24	Retained earnings		-456,681.		-463,015.
25	Adjustments to shareholders' equity (attach schedule)				
26	Less cost of treasury stock		()		()
27	Total liabilities and shareholders' equity		19,397.		13,039.

Schedule M-1 Reconciliation of Income (Loss) per Books With Income (Loss) per Return

1	Net income (loss) per books	-6,334.	5	Income recorded on books this year not included on Schedule K, lines 1 through 10 (itemize):	
2	Income included on Schedule K, lines 1, 2, 3c, 4, 5a, 6, 7, 8a, 9, and 10, not recorded on books this year (itemize):		a	Tax-exempt interest	
3	Expenses recorded on books this year not included on Schedule K, lines 1 through 12, and 14l or (14m) (itemize):		6	Deductions included on Schedule K, lines 1 through 12, and 14l or (14m), not charged against book income this year (itemize):	
a	Depreciation		a	Depreciation	
b	Travel and entertainment				
4	Add lines 1 through 3	-6,334.	7	Add lines 5 and 6	
			8	Income (loss) (Schedule K, line 17e). Line 4 less line 7.	-6,334.

Schedule M-2 Analysis of Accumulated Adjustments Account, Other Adjustments Account, and Shareholders' Undistributed Taxable Income Previously Taxed (see page 29 of the instructions)

	(a) Accumulated adjustments account	(b) Other adjustments account	(c) Shareholders' undistributed taxable income previously taxed
1	Balance at beginning of tax year	-395,067.	
2	Ordinary income from page 1, line 21		
3	Other additions		
4	Loss from page 1, line 21	(6,269.)	
5	Other reductions SEE STATEMENT 3.	(65.)	
6	Combine lines 1 through 5	-401,401.	
7	Distributions other than dividend distributions		
8	Balance at end of tax year. Subtract line 7 from line 6	-401,401.	

MC000608

Form **4562****Depreciation and Amortization**
(Including Information on Listed Property)

OMB No. 1545-0172

2004Attachment
Sequence No. **67**Department of the Treasury
Internal Revenue Service

▶ See separate instructions.

▶ Attach to your tax return.

Name(s) shown on return

Identifying number

US MOBILCOMM, INC.**23-2767067**

Business or activity to which this form relates

GENERAL DEPRECIATION AND AMORTIZATION**Part I Election To Expense Certain Property Under Section 179**

Note: If you have any listed property, complete Part V before you complete Part I.

1	Maximum amount. See page 2 of the instructions for a higher limit for certain businesses	1	
2	Total cost of section 179 property placed in service (see page 3 of the instructions)	2	
3	Threshold cost of section 179 property before reduction in limitation	3	
4	Reduction in limitation. Subtract line 3 from line 2. If zero or less, enter -0-	4	
5	Dollar limitation for tax year. Subtract line 4 from line 1. If zero or less, enter -0-. If married filing separately, see page 3 of the instructions	5	
6	(a) Description of property	(b) Cost (business use only)	(c) Elected cost
7	Listed property. Enter the amount from line 29	7	
8	Total elected cost of section 179 property. Add amounts in column (c), lines 6 and 7	8	
9	Tentative deduction. Enter the smaller of line 5 or line 8	9	
10	Carryover of disallowed deduction from line 13 of your 2003 Form 4562	10	
11	Business income limitation. Enter the smaller of business income (not less than zero) or line 5 (see instructions)	11	
12	Section 179 expense deduction. Add lines 9 and 10, but do not enter more than line 11	12	
13	Carryover of disallowed deduction to 2005. Add lines 9 and 10, less line 12	13	

Note: Do not use Part II or Part III below for listed property. Instead, use Part V.

Part II Special Depreciation Allowance and Other Depreciation (Do not include listed property.)

14	Special depreciation allowance for qualified property (other than listed property) placed in service during the tax year (see page 3 of the instructions)	14	
15	Property subject to section 168(f)(1) election (see page 4 of the instructions)	15	
16	Other depreciation (including ACRS) (see page 4 of the instructions)	16	

Part III MACRS Depreciation (Do not include listed property.) (See page 5 of the instructions.)**Section A**

17	MACRS deductions for assets placed in service in tax years beginning before 2004	17	261.
18	If you are electing under section 168(i)(4) to group any assets placed in service during the tax year into one or more general asset accounts, check here		

Section B - Assets Placed in Service During 2004 Tax Year Using the General Depreciation System

(a) Classification of property	(b) Month and year placed in service	(c) Basis for depreciation (business/investment use only - see instructions)	(d) Recovery period	(e) Convention	(f) Method	(g) Depreciation deduction
19a 3-year property						
b 5-year property						
c 7-year property						
d 10-year property						
e 15-year property						
f 20-year property						
g 25-year property			25 yrs.		S/L	
h Residential rental property			27.5 yrs.	MM	S/L	
i Nonresidential real property			39 yrs.	MM	S/L	

Section C - Assets Placed in Service During 2004 Tax Year Using the Alternative Depreciation System

20a Class life					S/L	
b 12-year			12 yrs.		S/L	
c 40-year			40 yrs.	MM	S/L	

Part IV Summary (see page 8 of the instructions)

21	Listed property. Enter amount from line 28	21	
22	Total. Add amounts from line 12, lines 14 through 17, lines 19 and 20 in column (g), and line 21. Enter here and on the appropriate lines of your return. Partnerships and S corporations - see instr.	22	261.
23	For assets shown above and placed in service during the current year, enter the portion of the basis attributable to section 263A costs	23	

US MOBILCOMM, INC.
Form 4562 (2004)23-2767067
Page 2**Part V Listed Property** (Include automobiles, certain other vehicles, cellular telephones, certain computers, and property used for entertainment, recreation, or amusement.)

Note: For any vehicle for which you are using the standard mileage rate or deducting lease expense, complete only 24a, 24b, columns (a) through (c) of Section A, all of Section B, and Section C if applicable.

Section A - Depreciation and Other Information (Caution: See page 9 of the instructions for limits for passenger automobiles.)

24a Do you have evidence to support the business/investment use claimed?				Yes	No	24b If "Yes," is the evidence written?		Yes	No
(a) Type of property (list vehicles first)	(b) Date placed in service	(c) Business/investment use percentage	(d) Cost or other basis	(e) Basis for depreciation (business/investment use only)	(f) Recovery period	(g) Method/Convention	(h) Depreciation deduction	(i) Elected section 179 cost	
25 Special depreciation allowance for qualified listed property placed in service during the tax year and used more than 50% in a qualified business use (see page 8 of the instructions)							25		
26 Property used more than 50% in a qualified business use (see page 8 of the instructions):									
		%							
		%							
		%							
27 Property used 50% or less in a qualified business use (see page 8 of the instructions):									
		%				S/L -			
		%				S/L -			
		%				S/L -			
28 Add amounts in column (h), lines 25 through 27. Enter here and on line 21, page 1							28		
29 Add amounts in column (i), line 26. Enter here and on line 7, page 1								29	

Section B - Information on Use of Vehicles

Complete this section for vehicles used by a sole proprietor, partner, or other "more than 5% owner," or related person.

If you provided vehicles to your employees, first answer the questions in Section C to see if you meet an exception to completing this section for those vehicles.

	(a) Vehicle 1	(b) Vehicle 2	(c) Vehicle 3	(d) Vehicle 4	(e) Vehicle 5	(f) Vehicle 6
30 Total business/investment miles driven during the year (do not include commuting miles - See page 2 of the instructions)						
31 Total commuting miles driven during the year						
32 Total other personal (noncommuting) miles driven						
33 Total miles driven during the year. Add lines 30 through 32						
34 Was the vehicle available for personal use during off-duty hours?	Yes No	Yes No	Yes No	Yes No	Yes No	Yes No
35 Was the vehicle used primarily by a more than 5% owner or related person?						
36 Is another vehicle available for personal use?						

Section C - Questions for Employers Who Provide Vehicles for Use by Their Employees

Answer these questions to determine if you meet an exception to completing Section B for vehicles used by employees who are not more than 5% owners or related persons (see page 10 of the instructions).

	Yes	No
37 Do you maintain a written policy statement that prohibits all personal use of vehicles, including commuting, by your employees?		
38 Do you maintain a written policy statement that prohibits personal use of vehicles, except commuting, by your employees? See page 10 of the instructions for vehicles used by corporate officers, directors, or 1% or more owners		
39 Do you treat all use of vehicles by employees as personal use?		
40 Do you provide more than five vehicles to your employees, obtain information from your employees about the use of the vehicles, and retain the information received?		
41 Do you meet the requirements concerning qualified automobile demonstration use? (See page 10 of the instructions.)		

Note: If your answer to 37, 38, 39, 40, or 41 is "Yes," do not complete Section B for the covered vehicles.

Part VI Amortization

(a) Description of costs	(b) Date amortization begins	(c) Amortizable amount	(d) Code section	(e) Amortization period or percentage	(f) Amortization for this year	
42 Amortization of costs that begins during your 2004 tax year (see page 11 of the instructions):						
43 Amortization of costs that began before your 2004 tax year					43	1,767.
44 Total. Add amounts in column (f). See page 12 of the instructions for where to report.					44	1,767.

JSA
4X2310 2.000

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Form 4562 (2004)

01/24/2005

23-2767067

15

Form **4797**
Department of the Treasury
Internal Revenue Service (99)**Sales of Business Property**
(Also Involuntary Conversions and Recapture Amounts
Under Sections 179 and 280F(b)(2))

▶ Attach to your tax return. ▶ See separate instructions.

OMB No. 1545-0184

2004Attachment
Sequence No. 27

Name(s) shown on return

Identifying number

US MOBILCOMM, INC.**23-2767067**

- 1 Enter the gross proceeds from sales or exchanges reported to you for 2004 on Form(s) 1099-B or 1099-S (or substitute statement) that you are including on line 2, 10, or 20 (see instructions).

1**Part I Sales or Exchanges of Property Used in a Trade or Business and Involuntary Conversions From Other Than Casualty or Theft - Most Property Held More Than 1 Year (see instructions)**

(a) Description of property	(b) Date acquired (mo., day, yr.)	(c) Date sold (mo., day, yr.)	(d) Gross sales price	(e) Depreciation allowed or allowable since acquisition	(f) Cost or other basis, plus improvements and expense of sale	(g) Gain or (loss) Subtract (f) from the sum of (d) and (e)
STMT 4						-65.

- 3 Gain, if any, from Form 4684, line 39
- 4 Section 1231 gain from installment sales from Form 6252, line 26 or 37
- 5 Section 1231 gain or (loss) from like-kind exchanges from Form 8824
- 6 Gain, if any, from line 32, from other than casualty or theft
- 7 Combine lines 2 through 6. Enter the gain or (loss) here and on the appropriate line as follows:

3**4****5****6****7****-65.**

Partnerships (except electing large partnerships) and S corporations. Report the gain or (loss) following the instructions for Form 1065, Schedule K, line 10, or Form 1120S, Schedule K, line 9. Skip lines 8, 9, 11, and 12 below.

All others. If line 7 is zero or a loss, enter the amount from line 7 on line 11 below and skip lines 8 and 9. If line 7 is a gain and you did not have any prior year section 1231 losses, or they were recaptured in an earlier year, enter the gain from line 7 as a long-term capital gain on Schedule D and skip lines 8, 9, 11, and 12 below.

- 8 Nonrecaptured net section 1231 losses from prior years (see instructions)
- 9 Subtract line 8 from line 7. If zero or less, enter -0-. If line 9 is zero, enter the gain from line 7 on line 12 below. If line 9 is more than zero, enter the amount from line 8 on line 12 below and enter the gain from line 9 as a long-term capital gain on Schedule D (see instructions)

8**9****Part II Ordinary Gains and Losses**

- 10 Ordinary gains and losses not included on lines 11 through 16 (include property held 1 year or less):

- 11 Loss, if any, from line 7
- 12 Gain, if any, from line 7 or amount from line 8, if applicable
- 13 Gain, if any, from line 31
- 14 Net gain or (loss) from Form 4684, lines 31 and 38a
- 15 Ordinary gain from installment sales from Form 6252, line 25 or 36
- 16 Ordinary gain or (loss) from like-kind exchanges from Form 8824
- 17 Combine lines 10 through 16

11**12****13****14****15****16****17**

- 18 For all except individual returns, enter the amount from line 17 on the appropriate line of your return and skip lines a and b below. For individual returns, complete lines a and b below:

a If the loss on line 11 includes a loss from Form 4684, line 35, column (b)(ii), enter that part of the loss here. Enter the part of the loss from income-producing property on Schedule A (Form 1040), line 27, and the part of the loss from property used as an employee on Schedule A (Form 1040), line 22. Identify as from "Form 4797, line 18a." See instructions

18a

b Redetermine the gain or (loss) on line 17 excluding the loss, if any, on line 18a. Enter here and on Form 1040, line 14

18b

For Paperwork Reduction Act Notice, see page 8 of the instructions.

Form **4797** (2004)

MC000610

2004 Depreciation

*Assets Retired
JSA
4C9027 1.000

01/24/2005

MC000611

87

2004 Amortization

[illegible]

2004 Alternative Minimum Tax Depreciation

[illegible]

US MOBILCOMM, INC.

23-2767067

FORM 1120S, PAGE 1 DETAIL
=====LINE 12 - TAXES
-----TAXES AND LICENSES EXCLUDING INCOME TAXES

FRANCHISE AND CAPITAL STOCK TAX	250.
FCC LICENSE	150.
TOTAL	400.

=====LINE 19 - OTHER DEDUCTIONS

AMORTIZATION	1,767.
INSURANCE	350.
OFFICE SUPPLIES	22.
POSTAGE AND FEDEX	88.
ACCOUNTING AND PROFESSIONAL SERVICES	6,398.
SUBCONTRACTED SITE COST	611.
TELEPHONE	399.
DUES AND MEMBERSHIPS	24.
MISC	83.
TOTAL	9,742.

=====

MC000614

STATEMENT 1

01/24/2005

23-2767067

21

US MOBILCOMM, INC.

23-2767067

FORM 1120S, PAGE 4 DETAIL - SCH L
=====

	BEGINNING	ENDING
	-----	-----
LINE 1 - CASH		

WACHOVIA	8,881.	4,616.
	-----	-----
TOTAL	8,881.	4,616.
	=====	=====

LINE 18 - OTHER CURRENT LIABILITIES

SALES TAX PAYABLE	61.	37.
	-----	-----
TOTAL	61.	37.
	=====	=====

MC000615

STATEMENT 2

01/24/2005

23-2767067

22

US MOBILCOMM, INC.

23-2767067

FORM 1120S, PAGE 4 DETAIL

SCH M-2, LINE 5 - OTHER REDUCTIONS - AAA

NET SECTION 1231 LOSS

65.

TOTAL

65.

MC000616

STATEMENT 3

01/24/2005

23-2767067

23

US MOBILCOMM, INC.

23-2767067

FORM 4797, PAGE 1 DETAIL PART I

(A) DESCRIPTION OF PROPERTY	(B) DATE ACQUIRED	(C) DATE SOLD	(D) GROSS SALES PRICE	(E) DEPREC. ALLOWED	(F) COST OR OTHER BASIS PLUS IMPROV AND SALE EXPENSE (G) GAIN/LOSS
COMPUTER	09/01/1998	01/01/2004	NONE	888.	953.
PART I 4797 GAINS AND LOSSES					-65.
					-65.
					=====

MC000617

01/24/2005

23-2767067

24

STATEMENT 4

MC000618

6711

Schedule K-1
(Form 1120S)

Department of the Treasury
Internal Revenue Service

Tax year beginning _____, 2004
and ending _____, 20__

Shareholder's Share of Income, Deductions, Credits, etc. ▶ See back of form and separate instructions.

► See back of form and separate instructions.

Part I Information About the Corporation

A Corporation's employer identification number

23-2767067

B Corporation's name, address, city, state, and ZIP code

US MOBILCOMM, INC.

805 BRYN MAWR AVE

NEWTOWN SQUARE, PA 19073-4330

C	IRS Center where corporation filed return
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CINCINNATI, OH 45999

D ☐ Tax shelter registration number, if any _____

E ☐ Check if Form 8271 is attached

Part II Information About the Shareholder

F Shareholder's identifying number

043-50-6463

G Shareholder's name, address, city, state and ZIP code

DAVID W. ELKIN

805 BRYN MAWR AVE

NEWTOWN SQUARE, PA 19073-4330

H	Shareholder's percentage of stock ownership for tax year	75.000000	%
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For IRS Use Only

☐ Final K-1 ☐ Amended K-1 OMB No. 1545-0130

Part III Shareholder's Share of Current Year Income, Deductions, Credits, and Other Items

1	Ordinary business income (loss)	13	Credits & credit recapture
	-4,702.		
2	Net rental real estate income (loss)		
3	Other net rental income (loss)		
4	Interest income		
5a	Ordinary dividends		
5b	Qualified dividends	14	Foreign transactions
6	Royalties		
7	Net short-term capital gain (loss)		
8a	Net long-term capital gain (loss)		
8b	Collectibles (28%) gain (loss)		
8c	Unrecaptured section 1250 gain		
9	Net section 1231 gain (loss)		
	-49.		
10	Other income (loss)	15	Alternative minimum tax (AMT) items
		A	-11.
		B	23.
11	Section 179 deduction	16	Items affecting shareholder basis
12	Other deductions		
		17	Other information

*See attached statement for additional information.

*See attached statement for additional information.

For Privacy Act and Paperwork Reduction Act Notice, see Instructions for Form 1120S.

Schedule K-1 (Form 1120S) 2004

6711

OMB No. 1545-0130

Department of the Treasury
Internal Revenue Service

Tax year beginning _____, 2004
and ending _____, 20__

Shareholder's Share of Income, Deductions, Credits, etc. ▶ See back of form and separate instructions

► See back of form and separate instructions.

Part I Information About the Corporation

A Corporation's employer identification number

23-2767067

B Corporation's name, address, city, state, and ZIP code

US MOBILCOMM, INC.

805 BRYN MAWR AVE

NEWTOWN SQUARE, PA 19073-4330

C IRS Center where corporation filed return

CINCINNATI, OH 45999

D ☐ Tax shelter registration number, if any _____

E ☐ Check if Form 8271 is attached

Part II Information About the Shareholder

F	Shareholder's identifying number
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042-54-2612

G Shareholder's name, address, city, state and ZIP code

JEFFREY NORMAN

202 WEED ST.

NEW CANAAN, CT 06840

H	Shareholder's percentage of stock ownership for tax year	25.000000	%
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Amended K-1

Part III Shareholder's Share of Current Year Income, Deductions, Credits, and Other Items

1	Ordinary business income (loss)	-1,567.	13	Credits & credit recapture
2	Net rental real estate income (loss)			
3	Other net rental income (loss)			
4	Interest income			
5a	Ordinary dividends			
5b	Qualified dividends		14	Foreign transactions
6	Royalties			
7	Net short-term capital gain (loss)			
8a	Net long-term capital gain (loss)			
8b	Collectibles (28%) gain (loss)			
8c	Unrecaptured section 1250 gain			
9	Net section 1231 gain (loss)	-16.		
10	Other income (loss)		15	Alternative minimum tax (AMT) items
			A	-4.
			B	8.
11	Section 179 deduction		16	Items affecting shareholder basis
12	Other deductions			
			17	Other information

*See attached statement for additional information.

*See attached statement for additional information.

For Privacy Act and Paperwork Reduction Act Notice, see Instructions for Form 1120S.

Schedule K-1 (Form 1120S) 2004

JSA

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01/24/2005

23-2767067

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